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       3
                  SUPERIOR COURT OF THE STATE OF CALIFORNIA
       4
                       FOR THE COUNTY OF SAN DIEGO
       5
                                 --000--
       6
       7
           COORDINATION PROCEEDING ) JCCP No.
4042
           SPECIAL TITLE (Rule 1550 (b))
                                             )
       8
                                              )
           In re TOBACCO CASES II
       9
             The People of the State of
      10
              California, et al., v. Brown &
                                              )
      11
              Williamson Tobacco Corp., et al. )
              (SF No. 996781)
                                              )
      12
                                              )
                       And
                                              )
      13
                                              )
              The People of the State of
             California, et al. v. Philip
      14
              Morris Incorporated, et al.
                                              )
      15
             (LA No. BC 194217)
                                              )
      16
      17
                              DEPOSITION OF
      18
                             HEATHER M. STREETS
      19
                               May 1, 2000
      20
      21
      22 REPORTED BY: CLARE MACY, CSR 5256
      23
      24
      25
      26
      27
      28
  1
       1
                                 INDEX
       2
                          INDEX OF EXAMINATIONS
       3
          EXAMINATION BY MR. LERNER
       4
....... 5
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      10
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      21
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	23 24 25 26		
	27 28		
2			
	1 2 3	Exhil	I N D E X, cont'd EXHIBITS MARKED FOR IDENTIFICATION bit No. Description
_	4	Page 262	Defendant's Notice of Taking Deposition
5	5		of the Person Most Knowledgeable at Carol H. Williams Advertising and for Request of Production of Documents
	6 5	263	Defendant's Amended Notice of Taking
	7		Deposition of the Person Most Knowledgeable at Carol H. Williams Advertising and for Request of Production of Documents
. 67	9	264	California Department of Health Services
	10		media plan for calendar year 2000
72		265	Two-page document entitled "California
72	11		Department of Health Services, African American - Adult Smoking, 2000 Media Plan -
	12 13	266	Revision 1"; Bates Nos. CHW00005552 - 5553 E-mail printout dated March 12, 2000 from
	14		spriestley to Heather Streets, Subject: FW Budget Overview/Worksheet, with attachment; Bates Nos. CHW00005634 - 5637
. 72	15	267	E-mail printout dated March 6, 2000 from
. /2	16		Valerie Wernick to Colleen Stevens, Subject: Media Buy-, with attachments; Bates Nos.
89	17 18	268	CHW00005554 - 5560 One-page document entitled "California
05	19		Department of Health Services, African American - Adult Smoking, 2000 Media Plan - Revision 5"
0.6	20	269	One-page document entitled "California
96	21		Department of Health Services, African American - Adult Smoking, 2000 Media Plan
97	22 23	270	Revision 5" of better quality than Exhibit 268 E-mail printout dated 20 August 1999 from
	24 25		Alison Melody to lwills@chwadv.com, Subject: CDHS Budget; Bates No. CHW004373
	26 27 28		00

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                    SUPERIOR COURT OF THE STATE OF CALIFORNIA
        1
        2
                           FOR THE COUNTY OF SAN DIEGO
        3
                                     --000--
        4
             COORDINATION PROCEEDING
        5
                                                  ) JCCP No.
4042
             SPECIAL TITLE (Rule 1550 (b))
                                                   )
        6
                                                   )
             In re TOBACCO CASES II
                                                   )
        7
        8
                The People of the State of
                California, et al., v. Brown &
                                                   )
        9
                Williamson Tobacco Corp., et al.
                                                   )
                (SF No. 996781)
                                                   )
       10
                          And
       11
                The People of the State of
                California, et al. v. Philip
       12
                Morris Incorporated, et al.
       13
                (LA No. BC 194217)
                                                   )
       14
       15
                                      --000--
       16
                        BE IT REMEMBERED that, pursuant to
Notice and
       17
             subpoena, and on Monday, May 1, 2000, commencing at
       18
             10:30 a.m. thereof, at 1901 Harrison Street, Suite
900,
       19
             Oakland, California, before me, CLARE MACY, a
Certified
             Shorthand Reporter, personally appeared
       2.0
       2.1
                                HEATHER M. STREETS
       22
             called as a witness by the Defendant, who, having
been
       2.4
             first duly sworn, was examined and testified as
follows:
                                      --000--
       2.5
                        ALLEN MATKINS, 333 Bush Street, 17th
       26
Floor,
       27
             San Francisco, California 94104-2806, represented
by
       28
             HENRY LERNER and H. CHRISTIAN L'ORANGE, Attorneys
at
   4
             Law, appeared as counsel on behalf of the Defendant
        2
             Lorillard Tobacco Company.
                        FOSTER AND ASSOCIATES, 414 - 13th
        3
Street,
             Suite 350, Oakland, California 94612, represented
by
        5
             MARK J. ZEMBSCH, Attorney at Law, appeared as
counsel on
             behalf of the Deponent.
        6
        7
                                      --000--
        8
                              PROCEEDINGS
        9
                         (Whereupon, Defendant's Exhibit 262
       10
                         was marked for identification.)
```

```
11
                         (Whereupon, Defendant's Exhibit 263
       12
                         was marked for identification.)
                            EXAMINATION BY MR. LERNER
       13
       14
                        MR. LERNER: Q. Please state your full
name.
                  Α.
                        Heather Marian Streets.
       15
                        Is it Miss Streets or Ms. Streets?
       16
                  Ο.
       17
                  Α.
                        Yes.
       18
                        Ms. Streets, my name is Hank Lerner.
                  0.
I'm an
       19
             attorney representing Lorillard Tobacco Company in
two
             cases that are pending in San Diego County Superior
       2.0
             Court relating to environmental tobacco smoke or
       21
       22
             secondhand smoke.
       2.3
                        We've asked for the deposition of a
person
       24
             most knowledgeable from the Carol H. Williams
Agency in
       25
             order to determine what work has been done to
notify the
       26
             California public concerning the risks of
secondhand
       27
             smoke.
       2.8
                        Now, have you had an opportunity to talk
with
   5
             Mr. Zembsch concerning the nature of a deposition
        1
and
        2
             what's going to be going on today?
                  A. Briefly, yeah.
        3
        4
                        I will just kind of put some things on
                  Ο.
the
        5
             record so we can firm up what the ground rules are
for
        6
             today.
                        First, you're under oath here today as
though
        8
             you were giving testimony in court. Your testimony
is
        9
             being transcribed by the court reporter. She will
be
       10
             taking down the questions and the answers and any
       11
             objections that may be put on the record by Mr.
Zembsch.
       12
                        You'll have an opportunity to read and
review
             the transcript and make changes or corrections that
       13
you
             think are appropriate.
       14
                        Okay.
       15
                  Α.
       16
                  Ο.
                        However, I need to caution you that if
you do
       17
             make any changes or corrections, the parties would
have
       18
             an opportunity to comment on those changes or
       19
             corrections at the time of trial.
       20
                        Now, do you understand those ground
rules?
       21
                  Α.
                        Yes.
                        There are some just planning things,
       22
                  Q.
also.
```

```
that you should be aware of. For one thing, the
       2.3
court
       24
            reporter can't take down a nod of the head or a
shake or
            an "uh-huh"?
       2.5
       26
                  Α.
                       Okay.
                       So it's important to answer all the
       27
                  Ο.
questions
       28
            audibly. In addition, we should try to avoid
talking at
   6
            the same time because that makes it more difficult
        1
for
        2
            the court reporter.
                  Α.
                       Okay.
        4
                       And finally, I may not have the
                  Q.
familiarity
             that you do or that someone in your position in
your job
             would concerning the subject matter of the
        6
deposition
            today. As a result, if I don't ask a question that
        7
        8
            makes any sense to you or you don't understand it,
I'd
             appreciate that rather than answer it, you ask me
-- you
             tell me that you don't understand it.
       10
       11
                  Α.
                      Okay.
                  Ο.
                        And ask me to rephrase it. Is that
okay?
       13
                  Α.
                        Yes.
                        We marked as Exhibit 262 a copy of
             Defendant's Notice of Taking Deposition of the
Person
            Most Knowledgeable at Carol H. Williams Advertising
       16
and
       17
             for request for production of documents.
                        I'm showing you Exhibit 262. Have you
       18
seen
            that document before?
       19
       20
                  Α.
                        Would you please turn to the third page
       21
                  Q.
of
       22
            the document, which is called Deposition Subpoena.
Have
             you seen this document before?
       23
                  Α.
       25
                       Would you turn to the fifth page of the
                  Ο.
       26
            document, which is called Exhibit A, which
describes in
       27
            paragraph 1 certain subject matters for testimony
            pursuant to the subpoena. Have you seen this
document
   7
            before, this particular --
        2
                  Α.
                       No.
        3
                  Ο.
                       Do you have an understanding of what a
person
        4
            most -- the person most knowledgeable for Carol H.
             Williams is being called upon to testify about
today?
```

```
MR. ZEMBSCH: I'm going to object.
calls
        7
             for a legal conclusion, but she can answer.
        8
                        MR. LERNER: Q. Let me add one other
ground
        9
             rule. Mr. Zembsch is entitled to put objections on
the
             record for purposes of potentially a later ruling
       10
by the
             court.
       11
       12
                  Α.
                        Okay.
                        If he makes one of those objections,
       13
                  Ο.
then
             you're still under an obligation to go forward and
       14
       15
             answer.
       16
                  Α.
                        Okay.
       17
                        If he instructs you not to answer
                  Ο.
pursuant to
             another kind of objection, then of course, I assume
       19
             you'll be following your attorney's instructions?
       2.0
                        Okay.
       21
                        Can you restate the question?
       2.2
                  Ο.
                        Sure. Do you have an understanding of
the
       23
             subject matter the person most knowledgeable at
Carol H.
             Williams was called upon to testify to today?
       24
                        MR. ZEMBSCH: Same objection.
       2.5
                        THE WITNESS: Minimal understanding.
       26
       27
                        MR. LERNER: Q. What's your
understanding?
       2.8
                        MR. ZEMBSCH: Same objection.
   8
                        THE WITNESS: Because I -- because I've
        1
only
             been working on this account actively for about a
month.
        3
             I would call that minimal understanding.
        4
                        MR. LERNER: Q. Maybe I'm not making
myself
        5
             clear. Did you have an understanding of what it
was
        6
             that was going to be the subject of the deposition
             today?
        8
                        Yes.
                  Α.
        9
                  Q.
                        What was that?
       10
                        That it was a deposition between a
tobacco
             company and the California Department of Health
       11
       12
             Services.
       13
                        MR. ZEMBSCH: If this helps, let me just
       14
             This line of questioning, I would just have the
same
       15
             objection run through it.
       16
                        MR. LERNER: That's fine.
       17
                        Maybe we can get at it this way: Can
you
       18
             tell me what your educational background is through
       19
             college?
       20
                        I went to UCLA as an economics major. I
went
```

```
to Golden Gate University and received an MBA in
       22
            marketing.
      2.3
                 Q.
                     When did you receive your -- Did you
receive
      24
            a degree from UCLA?
      25
                 Α.
                       Yes.
                      B.A.?
      26
                 Q.
       27
                 Α.
                       Yes.
      28
                 Q.
                       What year?
  9
                       In 1987.
                 Α.
                       And what year did you receive your MBA
       2
                 Q.
in
       3
            marketing at Golden Gate?
                 Α.
                       1993.
       5
                 Q.
                      What year did you graduate from high
school?
       6
                      In 1983.
                 Α.
                 Q.
                      What was your first job after you
received
           your degree from UCLA?
       8
       9
                 Α.
                       I was an inventory manager at
           Williams-Sonoma.
      10
      11
                Q. When did you take that position?
      12
                 A.
                     I think it was 1988.
                     And how long did you stay at
      13
                 Q.
Williams-Sonoma?
      14
                 Α.
                      Approximately two and a half years.
      15
                 Q.
                       So until about the middle of 1990?
      16
                 Α.
                       I think so.
      17
                      Was that a full-time position?
                 Q.
      18
                 Α.
                      Yes.
      19
                 Ο.
                       Did you remain as an inventory manager
during
            your entire employment at Williams-Sonoma?
      20
      21
                 A.
                     Yes. I was promoted, but it was within
the
      22
            same department.
      2.3
                Q.
                      So what were your duties as inventory
            manager?
                      To work with the buying office, the
      25
                Α.
store
      26
            managers and the warehouse to insure that all
inventory
            needed in the stores was sent to them based on
      27
their
      28
            needs.
 10
                       What was your next position after you
                 Q.
left
       2
            Williams-Sonoma?
       3
                 A. After I left Williams-Sonoma, that's
when I
            went back to graduate school, and I worked
part-time at
       5
            San Francisco Educational Services as an
educational
       6
            counselor and mentor.
       7
             Q. What was the beginning and ending dates
of
       8
            your employment with San Francisco Educational
```

```
Services?
                Α.
                       I think it was 1991, I think, through
193.
       10
                       It's kind of hard to remember without
having
      11
            a resume in front of me.
                      Did your work at Williams-Sonoma include
       12
                 Ο.
any
       13
            marketing or advertising responsibilities?
       14
                       No.
                 Α.
       15
                 Ο.
                       And your work at San Francisco
Educational
            Services was entirely as a counselor?
      16
       17
                 Α.
                       Correct.
       18
                 Q.
                       What was your next position of
employment
      19
            after you left San Francisco Educational Services?
       20
                 A. I worked at Charles Schwab as a new
product
           develop -- I worked in new product development as a
       2.2
            product manager.
       2.3
                 Q.
                       When did you begin working at Charles
Schwab?
       2.4
                       I believe it was sometime in 1993.
       2.5
                 Q.
                       Where was your office located when you
       26 started with Schwab?
       2.7
                 A.
                       In San Francisco.
                      Did your employment with Schwab come to
       2.8
                 Q.
an
  11
            end at some point?
       1
                Α.
                      Yes.
                      When was that?
                 Ο.
                      It was either '96 or '97.
                 A.
                      How long did you serve as a product
        5
                 Q.
manager?
                 Α.
                       The entire period. I started as an
assistant
            product manager. Actually -- I'm sorry. I started
       7
as a
            coordinator, became an assistant product manager,
       8
and
       9
            then became a product manager.
       10
                 Q.
                      Each of those three positions was in the
new
      11
            product development area?
       12
                 Α.
       13
                 Ο.
                       What types of products or what products
did
       14
            you work on?
                      It's now called Schwab Advisor Source.
       15
                 Α.
       16
                       What is the nature of that product?
                 Ο.
       17
                      Because Charles Schwab does not give
            investment advice, they devised a way to match
            independent investment advisors with clients to
       19
pair
       20
            them up to give them the tools and information they
need
       21
            to make investment decisions without Schwab
becoming the
       22
            provider of this information.
       23
                      What was your next position after --
                 Q.
```

```
strike
       24
            that.
       25
                        Did you have any marketing or
advertising
             responsibilities while you were with Charles
Schwab?
       2.7
                  Α.
                        Yes.
       28
                  Ο.
                        What were your marketing and advertising
  12
            responsibilities there?
                       Marketing. The way new product
                 Α.
development
             works is that you're responsible for developing the
        3
        4
             product, so writing the strategy; also, developing
the
        5
            launch strategy, and the product was launched on a
            market-by-market basis; writing creative
        6
strategies;
        7
             developing marketing and advertising materials,
             including collateral materials as well as print
        Я
        9
             advertising that we did as well.
                        When did you begin having
       10
                  Q.
responsibilities
       11
            pertaining to marketing and advertising at Charles
             Schwab?
       13
                  Α.
                        From the moment I was hired.
       14
                        Can you estimate what percentage of your
                  Ο.
time
       15
            while you were with Charles Schwab was spent on
       16
             marketing and advertising particular activities?
       17
                  A.
                      I would say about 75 percent.
       18
                  Ο.
                       Did your marketing and advertising
activities
       19
             pertain to any particular demographic markets while
you
       20
             were with Schwab?
       21
                  Α.
       2.2
                        What demographic markets did your
                  Ο.
marketing
             and advertising activities at Schwab concern?
       2.3
                        People who have a minimum of $100,000 or
       2.4
                  Α.
more
       25
             to invest, limited investment experience. I would
sav
       26
             those are the main two demographics.
                       Was the potential market existing Schwab
       2.7
       28
             customers or potential Schwab customers, also?
  13
                        Existing -- primarily existing Schwab
                  Α.
        2
             customers.
        3
                        You mentioned that this advertising and
                  Q.
             marketing strategy was launched market by market?
        5
                  Α.
                        Yes.
        6
                        Did your work in marketing and
                  Q.
advertising
        7
             concern the California market?
        8
                  Α.
                       Yes.
        9
                        When did your work involve the
                  Q.
California
       10
             market?
       11
                      From the beginning of my employment.
                  Α.
```

```
12
                      And during what period of time were you
                 Ο.
      13 concerned with the California market?
      14
                A. My entire tenure at Schwab.
      15
                 Q.
                     Did your work at Schwab involve any
marketing
          or advertising directed primarily at any ethnic
      16
      17
           communities?
      18
                 Α.
      19
                      Or at the African American communities?
                 Ο.
      20
                 Α.
      21
                 Ο.
                      When was your next position of
employment
           after you left Charles Schwab?
      23
                     I worked for a consulting firm called
                 Α.
Towers
      24
           Perrin, P-E-R-R-I-N.
      25
                 Q. Located in San Francisco?
      26
                     Yes.
                 A.
      27
                 Q. At 333 Bush Street?
      28
                Α.
                     Yes.
 14
                      On the 16th floor?
       1
                 Ο.
       2
                Α.
                      Yes.
                      (Discussion off the record)
       3
       4
                      MR. LERNER: Q. When did you begin
working
            at Towers Perrin?
       5
                A. 1996, I believe.
       6
       7
                 Ο.
                     And when did you leave Towers Perrin?
       R
                      The following year. I was there for
                 Α.
       9
          approximately -- I think it was 11 months.
      10
                 Q.
                     What was your position at Towers Perrin
when
          you began there?
      11
      12
                     I was a freelance compensation analyst.
                 Α.
                     Before I leave Schwab, when you began at
      13
                 Q.
      14
            Schwab, who was your supervisor?
      15
                 A. A woman by the name of Chris Sheridan.
      16
                 Q.
                      Did you report to somebody at Schwab
after
      17
           Ms. Sheridan?
                A.
      18
                     A woman by the name of Jeanne Lipson.
      19
                 Q.
                      And did you report to anyone after
      20
           Ms. Lipson?
      21
                A. No.
      22
                      So what were the dates that you reported
                 Q.
to
      23
           Chris Sheridan?
      24
                 A. I reported to Chris for approximately
two
      25
           years, and then I think I reported to Jeanne Lipson
for
      26
           maybe six to eight months.
      27
                 Q.
                     Who did you report to at Towers Perrin?
      28
                 A.
                     I'm blanking out on Richard's last name.
Can
 15
       1
           you give me a minute to remember that one?
       2
             Q. Sure, of course.
       3
                      MR. ZEMBSCH: Let me just interject
here,
```

```
too. Counsel, in his admonitions or his
instructions,
       5
            did not go over the subject of guess. He's not
entitled
           to a guess, but he's certainly entitled to a best
       6
            estimate. So if you can't recall his last name,
you
       8
          can't recall his last name.
       9
                       MR. LERNER: Q. We don't want you to
      10 speculate. Counsel's advise is appropriate. So if
you
           can't remember something, tell us you can't, and
      11
we'll
      12
           try to see what we could do to either refresh your
      13
            recollection or otherwise find the information.
                 Α.
                      Okay.
      15
                      At least we know his first name is
                 Ο.
Richard.
                 Α.
                      Yes.
      17
                 Q.
                       If you can remember, we'll fill in the
blank
      18
           there.
      19
                 Α.
                       Okay.
      20
                       What type of projects did you work on as
                 Q.
           freelance compensation analyst?
      2.2
                      I primarily worked on pulling
information for
           reports used by senior analysts as well as the
      23
           consultants in regards to compensation for senior
level
      2.5
          executives, being C.E.O.'s, C.O.O.'s and the like.
      2.6
             Q. So the general subject matter was
executive
      27 compensation?
      28
                 Α.
                     Correct.
 16
                       What was your next position after Towers
       1
                 Q.
       2 Perrin?
       3
                       I worked at a marketing agency, which is
                 Α.
now
            called Miller Huber Relationship Marketing.
       4
       5
                 Q. When did you begin working at that firm?
                 Α.
                       I believe 1997.
       7
                       What was the name at the time you began
                 Q.
       8
            working there?
       9
                 A. It's changed names two or three times.
But I
      10
           believe when I first started it was Miller Kadanoff
      11
            Direct and Interactive. K-A-D-A-N-O-F-F.
      12
                 Q. Where was the firm located?
      13
                 A.
                      It's in San Francisco on DeHaro Street.
      14
                 Q.
                     When did you leave Miller Huber?
      15
                 Α.
                     In October of 1998.
      16
                      What were your duties at Miller Huber?
                 Q.
      17
                      I began as an agency marketing manager
                 Α.
      18
           primarily working on new business as well as PR,
and
      19
            then I became an account executive working
primarily on
      20
            the Levi Strauss account.
      21
                 Q.
                      What's the nature of the business of
```

```
Miller
          Huber?
       22
       2.3
                      Miller Huber, in essence, is a direct
            marketing and interactive marketing agency.
                 Q. How does that differ from an advertising
       26
            agency, if you know?
                       The primary difference is that Miller
       27
                 Α.
Huber
       28
            does not do print or outdoor or television
advertising;
 17
            they primarily concentrate on interactive
advertising,
            so developing websites, building banners, as well
as
       3
            direct marketing through direct mail pieces. That
bluow
        4
            be the main difference.
                 Q.
        5
                      So their focus is on direct mail and
Internet
       6
           advertising?
                 Α.
                       Correct.
       8
                       How long did you work in the position of
                 Q.
       9
            agency marketing manager?
                A. As I recall, it was eight months.
       11
                 Ο.
                      What were your duties as agency
marketing
       12
            manager?
       13
                 Α.
                       Developing press releases, working with
            potential new clients, developing new business
            presentations. Those were the main
responsibilities.
                 Ο.
                       What were your responsibilities when you
             served as account executive?
       17
                       I handled the day-to-day response for
       18
the
       19
            Levi's brand men's and women's as well as girls'
brands,
       2.0
            was the day-to-day client contact, and developed a
       21
            number of direct mail pieces for each of those
brands.
       2.2
                       How long did you serve as account
                 Q.
executive?
       2.3
                 Α.
                       For approximately four months.
       24
                       So you were with Miller Huber for
                 Q.
       25
            approximately one year?
                 Α.
                      Correct.
       27
                       Did your work at Miller Huber concern
                 Ο.
any
       28
            particular markets?
  18
        1
                       MR. ZEMBSCH: Objection, vague. But if
you
        2
            know what that term means.
                       THE WITNESS: As it relates to Levi's,
        3
yes.
        4
            The men's and women's brands we concentrated on, I
        5
            believe, people 12 to -- I'm sorry. Strike that.
        6
                       Young adults, I think 18 to, like, mid
20s.
            The girls' brand, I think the target was 9 to maybe
```

```
12
            years old. I'm not quite sure -- or I don't
remember.
                       MR. LERNER: Q. Were these markets
focused
            in any particular geographic area?
      1.0
       11
                 Α.
                       Yes.
       12
                       Which ones?
                 Ο.
       13
                 Α.
                       California. And I don't remember the
other
       14
            states.
                       Was any of your work at Miller Huber
                 Ο.
directed
            to any ethnic or minority communities?
       16
       17
       18
                       What was your next position after you
                 Ο.
left
       19
            Miller Huber?
                       I came to Carol H. Williams Advertising
                 Α.
in
            November of 199 -- excuse me, December of 1998 as a
       2.1
       22
             freelance account executive.
                       How did you first hear of the Carol H.
       2.3
                 Q.
       24
             Williams Advertising Agency?
       25
                       Through a number of different sources:
One,
       26
            Floyd Miller, who is the owner of Miller Huber. I
also
       27
            heard of it through word of mouth.
       28
                 Ο.
                      Had you been previously acquainted with
  19
        1
            Carol H. Williams or anyone else who worked here?
                       MR. ZEMBSCH: Object in terms of scope.
Are
        3
            you talking about prior to December of '98?
                       MR. LERNER: Fair enough.
                       Prior to December 1998, were you
                 Ο.
acquainted
        6
            with Carol H. Williams?
        7
                 Α.
                      No.
        8
                       Prior to December of 1998, were you
       9
            acquainted with anyone else who you knew worked at
the
          Carol H. Williams Agency?
       10
       11
                 A. No.
       12
                       Can you describe for me the
                 Q.
circumstances by
            which you came to work at Carol H. Williams?
       14
                 A. I was interested in pursuing a career in
       15
            ethnic advertising. And after having a
conversation
       16
            with Floyd Miller, he had suggested that I contact
       17
             someone at Carol H. Williams.
       18
                      Had you had any experience in ethnic
            advertising apart from the work you described on
       19
the
       20
            Levi Strauss account at Miller Huber?
       21
                 Α.
                       No.
       22
                       Who did you contact after Mr. Miller
                 Q.
made
       23
            that suggestion? Did you contact someone at Carol
Η.
```

```
24
            Williams?
      25
               Α.
                     Yes. He put me in contact with a woman
by
      26
           the name of Gail Gunnick, who at the time was the
            agency -- I think her title was media director.
      27
      2.8
                 Q.
                     Did you interview for a position at
Carol H.
 20
            Williams?
       1
                 Α.
                      Yes.
                     When did you interview for a position?
                 Q.
       4
                      In November of 1998.
                 Α.
       5
                      Was there an open position for which you
                 Q.
were
       6
           interviewing?
       7
                A. As far as I knew, yes.
       8
                 Q. What was the position?
       9
                     Account executive.
                 Α.
      10
                 Ο.
                     Did that account executive position
pertain
      11
           to any particular accounts at that time?
                       While I was interviewing? I'm sorry.
      12
                 Α.
      13
            Restate the question.
      14
                 Q. Sure. When you were interviewing for
the
      15
            account executive position, did you have an
            understanding as to whether that position
      16
encompassed
      17
            any particular accounts?
      18
                 A. I was told that I would be working on
      19
            multiple accounts, but I don't recall if the
accounts
           that I would be working on were actually stated.
                 Q. When did you officially begin work at
      2.1
            Carol H. Williams?
      22
      23
                 Α.
                     I started as a freelancer in December of
'98.
      24
            My freelance tenure lasted for approximately a
month,
            and I became a full-time employee in January of
1999.
            I'm sorry. I'm sorry. I think I'm getting my
      26
dates
      27
            mixed up because I've been here approximately two
and a
      2.8
            half years. So that was '97, and I became a
full-time
 21
            employee in January of '98. I apologize.
       2
                 Q.
                      Thanks. No problem.
       3
                       During the one month that you were a
            freelancer, what accounts did you work on?
       5
                      I worked on U.C. Davis. I believe Bank
of
       6
            America.
       7
                       MR. ZEMBSCH: Let me just confer with my
       8
            client for a moment here.
       9
                       Do you want to step outside for a
second?
      10
                       (Whereupon, the witness and her counsel
exit
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and reenter the deposition room.)
      12
                      MR. LERNER: Q. I realize we had a
little
      13
           discrepancy on dates for some of your earlier
positions,
            so we probably ought to go back and clarify.
      15
                      So you began work at Carol H. Williams
in
          December 1997?
      16
      17
                 A. Correct.
      18
                 Ο.
                     And then you left Miller Huber at that
time
           in December 1997?
      19
      2.0
                 A. I think it was November of that year.
                     Okay. So you worked at Miller Huber for
      21
                 Q.
      2.2
          approximately one year?
      23
                Α.
                      Yes.
      24
                 Q. Beginning at the end of 1996?
      25
                     Correct.
                      Everything can be pushed back a year
      essentially.
      28
             Q.
                     And at Towers Perrin, you worked for
 22
          approximately 11 months at Towers Perrin during the
          period from late 1995 until late 1996?
                Α.
                     Correct.
       4
                 Q.
                     So your Schwab employment ended in late
1995
       5
           then?
       6
                A.
                     Yes.
                     You mentioned you reported to Ms.
                 Q.
Sheridan
       8 for two years and Ms. Lipson for about six to eight
       9 months. So would it be fair to say you worked at
Schwab
      10 for two and a half to three years?
                A.
      11
                     Yes.
      12
                      I think that clears it up.
                 Q.
      13
                      You mentioned in December of 1997 you
worked
      14 on the U.C. Davis account and the Bank of America
           account. Were there other accounts you worked on
      15
as a
      16
           freelancer?
      17
                A. Not that I recall.
      18
                     When you became a full-time account
                 Q.
executive
      19 at Carol H. Williams in January of 1998, what
accounts
      20 were assigned to you?
                A. Those same two accounts. I also worked
on --
      22
           I believe at that time I worked on Black Infant
Health.
      23
           You have to give me a moment to remember all of the
           accounts that I have worked on.
      24
      25
                      I worked on Pacific Bell.
                       I also worked on Southwestern Bell.
      27
                      And for, I think -- Actually, I think
that's
      28 all of them.
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23
                  Q.
                      Okay. As an account executive in
        1
January
        2
            1998, to whom did you report?
                 Α.
                       I reported to Nancy Cech. And that's
        4
             C-E-C-H.
        5
                       What was Ms. Cech's position?
                  Ο.
        6
                        When I first started at the agency, she
was
        7
            an account supervisor, and she was then promoted to
            account director.
        9
                       And since arriving -- I take it the five
       10
             accounts you described, or you identified: U.C.
Davis,
       11
            Bank of America, Black Infant Health, Pacific Bell
and
       12
            Southwestern Bell were assigned to you at the time
you
            arrived in January of 1998?
       13
                       With the exception of Southwestern Bell.
             That account came a few months later.
       15
       16
                      Now, do you continue to have
responsibility
       17
            for the U.C. Davis account?
       18
                 Α.
                     No, I don't.
       19
                        When did you stop having responsibility
                  Ο.
for
            the U.C. Davis account?
       20
                      I don't know the exact date, but I think
       2.1
                 Α.
       22
            worked on that account for approximately three to
four
       23
            months.
       2.4
                 Ο.
                      Until approximately April of 1998?
                       It's possible, but I can't be sure the
       2.5
                  Α.
date.
                      During what period of time did you have
       2.7
            responsibility for the Bank of America account?
       28
                      Up until approximately March of last
                 Α.
year.
  24
                        During what period of time did you have
        2
             responsibility for the Black Infant Health account?
                        For approximately two to three months,
but.
        4
            then the account was given back to me at the end of
            1999, and I kept that account until mid April of
        5
this
        6
            year.
        7
                        And during what period of time did you
                 Q.
have
             responsibility for the Pacific Bell account?
        9
                      I currently still work on Pacific Bell.
       10
                  Q.
                        So you've worked on Pacific Bell
continuously
             since you became an account executive?
       11
       12
                       Correct.
                  Α.
       13
                  Ο.
                       And you mentioned you started
Southwestern
       14 Bell about a few months after you became an account
       15 executive?
                 A. Correct.
       16
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17
                 Ο.
                       What's your best estimate of when you
began
      18
          working on Southwestern Bell?
                 Α.
                      It might have been March or April of
1998.
      2.0
                     Do you still have responsibility for
                 Q.
            Southwestern Bell?
      21
       22
                 Α.
      23
                       Have you received -- Have you been
                 Q.
assigned
            responsibility for any other accounts since
becoming an
            account executive?
      2.5
                      Yes. One is a petroleum client who I'm
      26
                 Α.
not
      27
           allowed to mention.
      2.8
                     When were you assigned responsibility
                 Q.
for
  25
            that client?
                 A. I believe it was August of 1999.
                       And do you still have responsibility for
                 Q.
that
       4
            client?
       5
                      Yes.
                Α.
                      Were you assigned responsibility for any
                 Ο.
       7
            other clients?
                      Yes. California Department of Health
       8
       9
            Services I worked on for approximately one month.
And
      10
            I'm trying to remember what month that was. I
believe
            it might have been April or May of '98 to the best
of my
            knowledge.
      12
      13
              Ο.
                     Did you work on the California
Department of
          Health Services account at any other point?
                 A. Yes. I am currently working on it, and
I've
            had the account since April of this year.
      16
      17
                      What date was the account assigned to
                 Q.
you?
      18
                 Α.
                       I don't remember the exact date. I
believe
      19
            it was early April.
       20
                       MR. ZEMBSCH: That's of 2000?
                       THE WITNESS: Yes, correct.
      21
      22
                       MR. LERNER: Q. What was the subject
matter
       23
            of your work on the California Department of Health
      24
            Services account during the one month that you
worked on
            it in April or May of 1998?
      26
                 A.
                      I'm sorry. Did you ask the scope of
work?
      27
                 Q.
                       Yes.
                       It was -- From what I recall, I worked
      28
                 Α.
-- was
  26
           working with the client. We were developing a
       1
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```
campaign
            that was related to secondhand smoke, and it was
called
       3
            the Hard Facts campaign.
                      When you say worked with the client,
                 Ο.
with
       5
            whom specifically do you mean as the client?
                      Her name is Colleen Stevens.
                       Colleen Stevens is the media director of
                 Ο.
the
            Tobacco Control section?
       8
                      I'm not sure her exact title.
       9
      10
                      Did you work with -- but you -- Did you
                 Q.
      11
            understand that she was with the California
Department
      12
            of Health Services Tobacco Control section?
      13
                       Yes.
                 Α.
      14
                 Q.
                       Did you work with any other individuals
from
      15 the Tobacco Control section -- strike that.
                       Did you work with any other individuals
      16
from
           the California Department of Health Services during
      17
t.hat.
      18
            one-month period on the secondhand smoke campaign?
      19
                A. I had minimal contact with a man by the
name
            of Kurt Fowler.
      20
                 Q. What was Mr. Fowler's position?
      2.1
       22
                 Α.
                       I don't know.
                       Was the Hard Facts campaign a creative
                 Q.
            project that you were working on at that time?
                 Α.
                      Yes.
                 Q.
                       Were any advertisements developed for
that
      27
            campaign?
      28
               Α.
                     Concepts were developed.
 27
       1
                 Q.
                       But nothing was produced?
                 Α.
                       Correct.
                      By that, just for the record, I mean
                 Q.
that no
            advertisements were actually produced?
                 A. Correct.
       6
                       Is there some reason that you're aware
                 Q.
of
            that no advertisements for the Hard Facts campaign
were
       8
            produced?
                       MR. ZEMBSCH: Objection. Foundation.
If you
      10
            are aware, then you can respond to him.
      11
                       THE WITNESS: I don't know why they
weren't
            produced. But from my experience on working on the
      12
            campaign, they were approved by the client, and it
      13
was
      14
            my understanding that they were awaiting approval
by the
      15
            governor's office.
                      MR. LERNER: Q. Were the ads -- what
type of
```

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17
            media were these ad concepts?
                A. Print.
      18
      19
                     All print?
                 Q.
      20
                 A.
                     Yes.
      21
                 Ο.
                     How many?
      2.2
                     Well, since they were in concept form, I
                 Α.
      23 believe there were possibly four or five different
ads
      in each concept group.
      25
                 Q. How many ads total?
      2.6
                 Α.
                      I believe there were three different
      27
           concepts, so probably seven to ten total.
                     And all the concepts for ads pertained
      2.8
                 Q.
to
 28
           secondhand smoke?
                 A. Yes.
                      What was the proposed market -- In
                 Ο.
general,
          what was the proposed market for the seven to ten
          concepts you mentioned?
       6
                 A. African Americans residing in
California.
      7
                 Q.
                     And any particular age groups?
                 Α.
                     As I recall, it was pretty broad. 18 to
54,
       9
            I believe.
      10
                Ο.
                       Were the ads aimed at males or females?
      11
                       MR. ZEMBSCH: Objection, compound.
      12
                       MR. LERNER: I'll accept that.
      13
                       MR. ZEMBSCH: In other words, you know,
you
           can either make him break it down or, in your
      14
response,
          go to both areas of that.
                       THE WITNESS: Well -- and that was the
case.
      17
           There were some that were skewed more toward males.
And
            there were, as I recall, a few that were skewed
      18
toward
      19
            women.
                       MR. LERNER: Q. Were any of the ad
concepts
            directed at preteens or teens?
      21
                A. Not that I recall.
      23
                      When you were working on the secondhand
      24
            smoke -- I'm sorry, on the Hard Facts campaign, to
whom
      25
            did you report within Carol H. Williams?
      26
                 Α.
                     Nancy Cech.
      27
                 Q.
                      What responsibility did Nancy Cech have
at
      28
            that time for the California Department of Health
 29
            Services account?
       1
       2
                     At that time, she was an --
                 Α.
       3
                       MR. ZEMBSCH: I'm just going to object
to
            foundation. Go ahead, if you know.
```

```
5
                        THE WITNESS: Well, I don't know if I
can
        6
            really answer the question. At that time she was
an
             account director, so she supervised myself.
        8
                        MR. LERNER: Q. Who was the account
             executive at that time for the California
        9
Department of
       10
            Health Services account?
       11
                      At the time that I was working?
                  Α.
       12
                  Ο.
                       On the Hard Facts campaign.
       13
                  Α.
                       I was.
                        So you served as the account executive
       14
                  Q.
for
            the California Department of Health Services
account for
      16
            one month in April or May '98?
       17
                  A. Approximately one month.
                        Who was the account executive
                  Ο.
immediately
       19
             before you had the account in April '98?
       2.0
                        (Sotto voce discussion between the
witness
            and counsel)
       2.1
       2.2
                        MR. ZEMBSCH: I'm going to object on
       2.3
            foundation, assumes facts not in evidence, but go
ahead
       2.4
            and allow the witness to respond.
                        MR. LERNER: I'll ask her another
       2.5
question.
                        Do you know who the account executive
       26
                  Q.
was
       27
             immediately before you began to work on the Hard
Facts
      2.8
            campaign?
  30
                  Α.
                        There was a woman by the name of
       1
Danielle
        2.
            Hawkins who worked on the account, but I'm not sure
what
        3
            time she actually worked on the account, if it was
-- I
            believe she worked on it after I did, but I'm not
sure
        5
             if she worked on it before I did.
                       Who was the account executive for the --
        6
                  Q.
or
        7
             do you know who the account executive was for the
        8
             California Department of Health Services account
             immediately after the warmup period during which
you
             worked on the Hard Facts campaign?
       10
       11
                       MR. ZEMBSCH: Do you understand that?
Are
       12
             you talking about immediately after? That's the
       13
             question?
       14
                        MR. LERNER: (Nods head)
       15
                        THE WITNESS: I would have to give the
same
       16
            response. Danielle Hawkins worked on the account.
 And
       17
            as I said, I'm not sure if she worked on it prior
```

```
to me
       18
             working on it and then immediately after, or if it
was
       19
             just after. But she did work on the account.
       2.0
                        MR. LERNER: Q. You mentioned that you
       2.1
             worked with Colleen Stevens on developing the Hard
Facts
             campaign?
       23
                 Α.
                        Yes.
       24
                  Q.
                        Did you meet with Ms. Stevens?
       25
                  Α.
                        How many times did you meet with her to
       26
                  Ο.
work
       27
             on the Hard Facts campaign?
       28
                        In person, I'm assuming.
  31
        1
                  Ο.
                        Yes.
        2
                       Once that I recall.
                  Α.
        3
                  Ο.
                       And was anyone else present when you met
with
        4
           her?
        5
                  Α.
                        Yes.
        6
                        Who else?
                  Q.
        7
                  Α.
                        Kurt Fowler was in the room, and there
were
             approximately six to eight other people in the
        8
room.
             Some were agency representatives from other
agencies,
       10
             and some were CDHS employees. But I don't know any
of
       11
            the names.
                        Where did the meeting occur?
       12
                  Q.
                        At CDHS in Sacramento.
       13
                  Α.
                        Was there anyone else present from Carol
       14
                  Q.
н.
       15
             Williams Agency?
       16
                  Α.
                        No.
       17
                  Ο.
                        Were any other agencies working on the
Hard
       18
            Facts campaign based on your observations at that
       19
             meeting?
       2.0
                  Α.
                        No.
                        Was there a written agenda for the
       2.1
                  Ο.
meeting?
                       Not that I recall.
       22
                  Α.
       23
                        Do you recall any memos that summarized
                  Q.
what
       24
             occurred at the meeting?
       25
                  Α.
       26
                  Q.
                        Did you report to anyone on what
occurred at
       27
            that meeting?
       28
                  Α.
                       Yes, to Nancy Cech.
  32
                        And the meeting, I take it, occurred
                  Ο.
during
        2
             April or May 1998 when you were working on the
campaign?
                  Α.
                  Q.
                        You mentioned that there was some
```

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creative
            developed for the Hard Facts campaign by the Carol
Η.
        6
            Williams Agency; is that right?
                 Α.
                       Yes.
        8
                 Ο.
                       Who worked on that creative?
       9
                       I believe it was an art director by the
                 Α.
name
       10
            of Thomas Watts Walton.
       11
                       MR. ZEMBSCH: For the record, I'm just
going
            to object, foundation. Go ahead.
       12
                       MR. LERNER: Q. Did you work with
       13
       14
            Mr. Walton?
       15
                 Α.
                       Yes.
       16
                 Q.
                       Did you discuss this creative with him?
       17
                 A.
                       Yes.
       18
                      Do you have reason to think that this
          creative was done by anyone other than Mr. Walton?
       20
                 Α.
                       No.
                       MR. LERNER: Off the record.
       2.1
       22
                        (Discussion off the record)
       23
                        MR. LERNER: Q. You said you resumed
            responsibility as account executive for the
       24
California
            Department of Health Services account last month;
is
            that right?
       2.6
       27
                 Α.
                       Yes.
       28
                 Ο.
                       Who was the account executive for the
  33
            California Department of Health Services account
            immediately before that?
        3
                       (Sotto voce discussion between the
witness
        4
            and counsel)
                        THE WITNESS: Prior to me having the
account,
        6
            there is a woman by the name of Shirley Priestley,
who
            to my understanding worked on it for one month.
There
        8
            was another woman by the name of Lee Wills, who
also
       9
            worked on the account prior to Ms. Priestley
working on
      10
            it.
       11
                       MR. LERNER: Q. Were you acquainted
with
       12
            Shirley Priestley?
       13
                       Yes.
                 Α.
      14
                       Did you talk to Shirley Priestley about
                 Q.
the
            California Department of Health Services account?
       16
                       Yes.
                 Α.
                      Was there any kind of transition
       17
                 Q.
arranged
            from her to you?
       18
       19
                 A.
                       Yes.
       20
                      What was done by way of transition?
                 Q.
                      We had a transitional meeting where we
                 Α.
talked
```

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about active jobs. And we also went through any
       23
            creative that was currently waiting approval either
by
      24
            the client or by the governor's office.
                     Did you have any discussion with Shirley
      26
            Priestley concerning any media campaigns?
      27
                      Other than what Carol H. Williams was
working
      28
            on or --
 34
                       I take it back.
                 Q.
       2
                       Was there any media running at the time
you
       3
            had this transition meeting with Shirley Priestley
that
            was for the California Department of Health
       4
Services
            account?
       5
       6
                 Α.
                      Yes.
       7
                     What was running at the time you had the
                 Q.
            transition meeting with Shirley Priestley?
                 A. To my knowledge, it was a campaign
called
          Daddy's Eyes, Mama's Lungs.
      10
      11
                     What type of media is that campaign?
      12
                 A.
                      It's radio and outdoor.
      13
                 Ο.
                      Is that campaign currently running in
the
      14
            media?
      15
                 A.
                      For -- Yes.
      16
                 Q.
                      Is there any other ad campaigns that are
          presently running for the California Department of
            Health Services account?
                       (Sotto voce discussion between the
      19
witness
      20
           and counsel)
      21
                       MR. ZEMBSCH: I'm going to object to the
term
      22
            "currently running." It's vague and ambiguous.
                       MR. LERNER: Q. Is there some other ads
for
            the California Department of Health Services that
      2.4
            Carol H. Williams has placed in the media that is
            currently running?
      2.7
                       (Sotto voce discussion between the
witness
      28 and counsel)
 35
                 Α.
                       No.
                       Is Daddy's Eyes, Mama's Lungs an ad that
                 Q.
       3
          pertains to secondhand smoke?
                 Α.
                      Yes.
       5
                 Q.
                       When did Daddy's Eyes, Mama's Lungs
first
            begin to appear in the media?
       6
       7
                 Α.
                      I don't know.
       8
                 Ο.
                       For how much longer is Daddy's Eyes,
Mama's
       9
            Lungs presently scheduled to run in the media?
       10
                 A. No more than one month.
      11
                 Q.
                      Have any further media buys for Daddy's
```

```
Eyes,
       12
            Mama's Lungs been arranged at the present time?
       13
                  Α.
                       No.
       14
                        MR. ZEMBSCH: Let's take a five-minute
break
       15
             before the noon hour, if that's all right.
                        MR. LERNER: We can do it right now.
       16
That
       17
             would be fine, sure.
       18
                        (Recess taken from 11:37 to 11:55 a.m.)
       19
                        MR. LERNER: Q. Ms. Streets, to prepare
for
             your deposition today, did you do any investigation
       2.0
of
       21
             the work that Carol H. Williams has done on the
       22
             California Department of Health Services account?
       23
                        No.
                  Α.
       2.4
                        Did you speak -- In preparing for your
             deposition today, did you speak to anyone at the
            Carol H. Williams Agency concerning the work that's
been
             done on the California Department of Health
Services
       2.8
            account?
  36
                  Α.
                        In that connection, did you review any
        2.
                  Q.
        3
             documents to prepare for your testimony today?
                  Α.
        5
                        Were you involved in any way in
                  Q.
collecting
        6
             documents that were being produced pursuant to the
             deposition subpoena that's attached to Exhibit 262?
        8
                  Α.
                        Yes.
        9
                        What did you do in regard to collection
                  Q.
of
       10
             documents?
       11
                        I went down to our archives down in the
                  Δ
       12
             basement here and basically looked for any boxes
labeled
             "CDHS" and pulled out -- looked in the boxes and
       13
pulled
       14
             out any relevant files and then passed them on to
the
       15
             person who made copies of them.
                       Did anyone assist you in reviewing the
       16
       17
             archives of the CDHS documents to respond to the
       18
             subpoena for documents?
       19
                        Yes.
                  Α.
       20
                        Who was that?
                  Q.
       21
                        Her name is Joy Allen.
                  Α.
       22
                       That's Ms. Allen's position?
                  Q.
       23
                  Α.
                        She's an assistant account executive.
       24
                  Q.
                        On the California Department of Health
       25
             Services account?
       26
                  Α.
                        Yes.
       27
                  Q.
                        Did anyone else assist you?
       28
                  Α.
                        No.
  37
                        Other than your counsel, did you have
                  Q.
any
```

```
discussions with anyone concerning your deposition?
                 Α.
                 Q.
                       Was there someone at Carol H. Williams
Agency
            who selected you to appear today at this
deposition?
                      I don't know.
                 Α.
       6
                      How did you learn -- How were you
       7
                 Ο.
assigned to
            appear at this deposition today?
       8
                      Yes. Carol Williams told me that I
       9
             Α.
would be
            appearing.
      10
                       Did you have any conversation with
      11
      12
            Ms. Williams concerning your selection to appear
today?
      13
                 Α.
                      No.
                       When did Ms. Williams tell you that you
      14
                 Ο.
were
      15 to appear?
                       I would say maybe a week or two weeks
                 Α.
      16
after
            the account had been assigned to me.
      17
      18
                     Can you tell me specifically what was
                 Q.
said by
      19
            Carol Williams and you during that conversation?
                      From what I can recall, she said, "I
      20
have
            some news for you. You are going to be sitting in
      21
on a
      22
            deposition for CDHS."
                      (Sotto voce discussion between the
      2.3
witness
            and counsel)
      24
                      Did she say anything else during that --
      25
                 Q.
as
      26
            part of that statement "I have some news for you"?
                       MR. ZEMBSCH: I'm going to object just
      27
to the
      2.8
            extent that the question invades the
attorney-client
 38
            privilege. I believe counsel was present for this
            communication. In fact, I know counsel was present
for
       3
            this communication. So I am going to close off
this
       4
            line.
        5
                      MR. LERNER: Let me just get that on the
       6
            record.
                      Who was present when Ms. Williams told
                 Q.
you
       8
            you were to appear at the deposition?
       9
                 Α.
                      Michael Foster.
      10
                 Q.
                      Did you have any conversations with
Carol
      11
            Williams about the deposition that were not in the
            presence of counsel?
       12
      13
                 A. No.
                      Did you have any conversations with
      14
                 Q.
anyone
          else at the Carol H. Williams Agency about the
```

```
deposition that were not held in the presence of
      16
      17
            counsel?
                A. No.
      18
      19
                       MR. ZEMBSCH: If I can go back and make
that
      20
            objection to the one question that she did respond
to
      21
            regarding what Carol H. Williams said to her.
      22
                       MR. LERNER: Okay. Again, I have the
same
      23
            objection to the response, which was, "Oh, great."
                       MR. ZEMBSCH: Okay, thank you.
                       MR. LERNER: I'll take that. I'll take
      2.5
that
      26
            objection, also.
       2.7
                       MR. ZEMBSCH: Thank you.
       28
                       And just for the record, by allowing
 39
       1
            Ms. Streets to respond to that, there was no
intentional
       2.
            waiver of the attorney-client privilege. It was --
that
           response was inadvertent.
       3
       4
                       MR. LERNER: Understood.
       5
                      So as of this moment, the total amount
of
            time that you have served as the account executive
       6
for
            the California Department of Health Services
account has
       8
            been approximately two months?
       9
                 A. Less than two months.
      10
                 Q.
                      Less than two months all together?
      11
                 Α.
                       Yes.
                      Now, the first time that you served as
      12
                 Q.
      13
            account executive for the account --
                 A. I'm sorry. When you said two months,
you
      15
            were talking about the month that I spent on it
prior to
            me getting it back?
      16
      17
                 Q.
                       Yes.
      18
                 Α.
                       Yes, approximately two months.
      19
                 Ο.
                       Now, when you served as the account
executive
            at the time of your work on the Hard Facts campaign
      20
in
            April or May 1998, was there some transition or
process
            by which you got up to speed on the account?
      23
                       MR. ZEMBSCH: I'm sure we're talking
about
      24
            '98, the '98 --
       25
                       MR. LERNER: Right.
                       THE WITNESS: I'm not sure. I know I
      26
spent
      27
            some time with Nancy Cech talking about CDHS
overall,
      2.8
            but I don't recall a transition meeting.
 40
                       MR. LERNER: Q. When you say you spent
       1
```

some time with Nancy Cech, are you saying you had some 2 3 meetings with her? Α. Yes. And what did you learn in general 5 Q. concerning California Department of Health Services account 6 from 7 Nancy Cech at that time? Я That the agency charge was to reduce the Α. 9 effects of secondhand smoke and that we also did advertising related to cessation and that there was 10 а new campaign that I would work on, being the Hard 11 Facts 12 campaign. 13 Now, as part of the process of getting Q. up to speed on the California Department of Health Services account at that time, did you review any documents 15 or 16 records at Carol H. Williams Agency? 17 Α. Yes. 18 Q. What did you review by way of documents and 19 records? I think there was a creative brief that Α. 2.0 was 21 developed. And actually, that's all that I recall. Did you review any research at that time 2.2 Q. that 23 pertained to secondhand smoke? And by that I mean anv scientific research. 2.4 Yes, but I can't recall any particular 2.5 Α. 26 documents. 27 Other than reviewing a creative brief Ο. and 2.8 some documents pertaining to scientific research, did 41 you review any other documents or records at that time 2. that pertained to the California Department of Health 3 Services account? 4 Α. No, not that I recall. 5 How much time did you spend reviewing the 6 creative brief and the scientific research that you 7 mentioned? 8 Α. Percentage of time or hours or --9 Q. Hours, if you could estimate. 10 MR. ZEMBSCH: Just to clarify, you're talking 11 about as part of her transition to this account, not 12 once she got on it? 13 MR. LERNER: Yeah. 14 THE WITNESS: As part of the transition? 15 MR. LERNER: Q. As part of the

```
transition.
                       MR. ZEMBSCH: I think the general
       16
subject
            matter is, quote, getting up to speed; is that
right?
                       MR. LERNER: Exactly.
       18
                       THE WITNESS: I would have to say a few
       19
       20
            hours.
       21
                       MR. LERNER: Q. Less than ten?
       22
                       Yes.
                 Α.
       2.3
                      During the period of time that you
                  Ο.
worked on
            the Hard Facts campaign in April-May 1998, what
       2.4
            percentage of your time approximately was spent on
       25
the
       26
            California Department of Health Services account?
       2.7
                      I would have to say no more than 20
                 Α.
percent.
                      While you served as account executive
                  Q.
for the
  42
            California Department of Health Services account at
that
        2.
            time in 1998, did you have occasion to review any
other
            documents that you had not seen when you were
getting up
        4
             to speed on the account?
        5
                       MR. ZEMBSCH: Do you understand what
he's
        6
             asking?
        7
                       THE WITNESS: Once I had the account?
        8
                       MR. ZEMBSCH: Right.
        9
                       THE WITNESS: Yes.
       10
                       MR. LERNER: Q. What else did you
review
       11
             while you worked on the account?
       12
                      There were newspaper clippings that were
                 Α.
sent
            to all the agencies regarding tobacco usage and
       13
smoking
            that I remember reviewing or taking a cursory look
       14
at.
       15
                 Ο.
                      And these newspaper clippings were sent
by
             whom?
       16
       17
                      I don't know the person's name.
                Α.
       18
                      Do you know in what organization the
                 Q.
person
       19
             worked?
       20
                       I think the person is employed by CDHS.
                 Α.
       21
                       Did you review any focus group research
as
       22
            part of your work as account executive in April-May
            1998?
       23
       24
                  Α.
                       No.
       25
                       Did you review any media plans at that
                  Q.
time?
       26
                 Α.
                       No.
       27
                       Did you review any documents that may
                  Ο.
have
       28
            had any information concerning public awareness of
```

the 43 health effects of secondhand smoke? Α. Public awareness. Not that I recall. 3 Do you have an understanding as to when Q. Carol H. Williams Agency began to work on the 4 California 5 Department of Health Services account? 6 No. Α. 7 Ο. Have you talked to anyone at Carol H. Williams Agency concerning the history of the agency's work on the California Department of Health Services 10 account? 11 Α. No. 12 Ο. Have you talked to anyone at the California 13 Department of Health Services concerning the history of the work by the Carol H. Williams Agency on the account? 15 Α. No. 16 Q. Have you ever talked with anyone from Asher & 17 Partners? 18 Α. No. 19 I'm sorry. In relation to how long Carol H. Williams has worked on the account or just in 2.0 general? Ο. I'm sorry. Just in general. 2.2 Α. Have I spoken to someone at Asher? Yes. When did you speak with anyone at Asher 2.3 Q. 24 Partners? 25 Α. During the one month that I worked on it, the 26 April-May period, from before as well as currently. Who did you speak with during the 1998 time 28 frame? 44 The one person's name that I do recall 1 Α. is Lienanh. It's -- I could spell it, but I can't say it. I think it's Thantrong, T-H-A-N-G-T-R-O-N-G, one 3 word. L-I-E-H-N-A-N or something like that. 5 Q. What did you speak with Mr. Thantrong about? Α. It's Miss. 7 Miss Thantrong, excuse me. Q. 8 I recall speaking to her regarding the Α. Hard 9 Facts campaign.

And concerning the creative for the

Did you have conversations with anyone

10

12

campaign?

Q.

Α.

Q.

```
else
             from Asher & Partners during the 1998 time frame
       13
       14
             concerning the account?
                  Α.
                       No. I met someone at the one meeting
that I
       16
             attended. There was an Asher representative there.
 Ι
             don't recall that person's name.
       18
                        Does Christine Steele ring a bell?
                  Q.
       19
                        Yes.
                  Α.
       2.0
                  Q.
                        That was who?
                        I don't know if that's because I've seen
       21
                  Α.
her
             name printed somewhere, if I actually met her. I
       22
don't
       23
             recall.
       2.4
                        As part of the transition process when
                  Ο.
you
             resumed responsibility for the California
Department of
       26
             Health Services account last month, did you review
any
       27
             documents, Carol H. Williams documents?
       28
                  Α.
                        Yes.
  45
        1
                  Ο.
                        What did you review?
        2.
                        Creative concepts that were awaiting
                  Α.
approval
        3
             by either the client or the governor's office.
        4
                        Did you review any media plans?
                  Q.
        5
                        Yes.
                  Α.
        6
                        What media plans did you review?
                  Q.
        7
                  Α.
                        Just the Carol H. Williams media plan,
the
        8
            current media plan.
        9
                       The current media plan?
                  Q.
       10
                  Α.
                        Yes.
       11
                        Did you review any budgets?
                  Ο.
       12
                  Α.
                        No.
       13
                        Did you review any focus group research?
                  Q.
       14
                  Α.
                        No.
       15
                        Did you review any documents pertaining
                  Q.
to
       16
             public awareness of the health effects of
secondhand
             smoke?
       17
       18
                  Α.
                        No.
       19
                  Q.
                        Did you review any scientific research
       20
             pertaining to secondhand smoke?
       21
                  Α.
                        No.
       22
                        Did you review any correspondence?
                  Q.
       23
                  Α.
                        Yes.
       24
                  Q.
                        What did you review in that regard?
       25
                  Α.
                        There were some production estimates
that
       26
             were forwarded to the client with a fax cover note.
       27
                        And these were production estimates for
       28
             the -- well, production estimates for what, please?
  46
        1
                        From what I recall, the extension of the
        2
             Mama's Eyes, Daddy's Lungs (sic) campaign. And
```

```
those
        3
            are all the ones I recall.
        4
                  Q. Do you know of any reason why no other
media
            buys have been arranged at the present time for
Daddy's
             Eyes, Mama's Lungs?
        6
        7
                  A.
                       Because there is new creative that has
been
        Я
             approved by both the client and the governor's
office.
        9
                       That has been produced?
       10
                       It's in the process of being produced.
                  Α.
       11
                       And is this new creative pertaining to
                  Q.
       12
             secondhand smoke?
       13
                  Α.
                       Yes.
       14
                       Is any of the new creative among the ad
                  Ο.
       15
           concepts that were developed for the Hard Facts
            campaign?
       17
                 Α.
                      No.
                       When was the creative that was in
       18
                  Q.
production
             developed?
       19
       20
                 Α.
                     I don't know.
       21
                  Q.
                      When did the production on those
creative
       22 concepts begin?
       2.3
                       Last week.
                 Α.
       2.4
                  Ο.
                       How many ads pertaining to secondhand
smoke
       25
            are being -- are in the process of being produced?
                       It's two concepts.
       26
                 Α.
       27
                  Q.
                       What are the names of the concepts?
                       Not in My House and No Smoking Section.
       2.8
                  A.
  47
                       For what media are these concepts being
                  Q.
             produced?
                 Α.
                      Outdoor. And there's also an existing
        3
Not in
            My House radio script that we're also using, but
        5
            primarily -- I'm sorry. And then it's also being
            translated into print. Outdoor, radio and print.
        6
                       Has any work been done to arrange media
        7
buys
        8
            for these concepts when production is completed?
        9
                 Α.
                       Yes.
       10
                       What work has been done to arrange media
                  Ο.
       11
            buys?
       12
                      Using the existing media plan, once the
             creative is created, it will be rotated into the
       13
buy.
       14
                       So the new creative will in effect
substitute
             for existing creative as part of the buy in the
current
       16
            media plan?
       17
                 Α.
       18
                        MR. LERNER: Let's go off the record.
       19
                        (Discussion off the record)
                        MR. ZEMBSCH: Just further clarifying,
       20
there
       21
           were two questions that Ms. Streets answered
```

```
regarding a
            conversation she had in the presence of counsel.
      22
We've
      23
            already -- I've already objected to them. If we
could,
            I'd actually like to move to strike those two
       24
questions
            and two responses, if there's no objection from
counsel.
                       MR. LERNER: I have no objection.
       26
       2.7
                       MR. ZEMBSCH: Okay. Thanks.
       28
                        (Noon recess taken from 12:19 to 1:26
p.m.)
  48
        1
                       MR. LERNER: Q. Ms. Streets, can you
            estimate what percentage of your time has been
spent on
            the California Department of Health Services
account
            since you were assigned to work on it again last
month?
                 Α.
                       I'd say at least 50 percent.
                       What other accounts have you also been
        6
                 Q.
       7
            working on in the past month?
                 A. Pacific Bell. Southwestern Bell. The
            petroleum company that I'm not allowed to mention.
 I'm
            missing one. I have had so many accounts.
       10
       11
                      Actually, there was another account that
Т
       12
            gave up because I was working on CDHS. So that's
       13
            primarily all of them.
                       Oh. And I'm also working on Silicon
       15
            Graphics.
                       So when you say at least 50 percent, how
       16
                 Q.
much
      17
            more than 50 percent are you working on the
account?
      18
                 Α.
                       I'd say between 50 and 70 percent.
       19
                       And you anticipate continuing to devote
                 Ο.
that
       20
            percentage of your time to the California
Department of
       21
            Health Services account should you retain the
Pacific
            Bell, Southwestern Bell, petroleum company and
      22
Silicon
            Graphics accounts as well?
       2.3
       24
                 Α.
                      No.
       25
                       What do you anticipate your normal time
                 Q.
       26
            commitment on the California Department of Health
       27
            Services account will be?
       28
                 Α.
                       I would probably say 30 percent.
  49
                       Was there something that took place last
        1
                 Q.
            month that increased the percentage of your time
devoted
        3
            to go from 30 percent to between 50 and 70 percent?
        4
                 A. Yes. It was the approval of the two
concepts
            that I mentioned earlier. And moving from concept
```

```
stage
       6
            to production has increased my involvement.
                      You mentioned that Thomas Watts Walton
                 Q.
worked
            on creative for the Hard Facts campaign; is that
right?
                 Α.
                       Yes.
       10
                       Who else worked on creative on the Hard
                 Ο.
Facts
       11
             campaign from Carol H. Williams?
       12
                A. To my knowledge, Thomas was the only art
       13
            director on the account that I worked with for Hard
       14
            Facts.
       15
                       Okay. Do you know how long Joy Allen
                 Q.
has
       16
            been assistant ad executive on the California
Department
            of Health Services account?
       17
                      Yes. Joy has been here -- This is her
third
            week at the agency.
       19
       2.0
                 Q.
                      And does she report to you?
       21
                 Α.
                       Yes.
                       Do you know whether Joy had any
       22
                 Q.
experience
            working on tobacco control education prior to her
            arrival at Carol H. Williams Agency?
                       I think so, but I don't know to what
       25
                 Α.
extent.
       26
                 Ο.
                       What is it you understand that she did
in
            that regard before her arrival here?
       2.7
       28
                 A. I understand that she worked at an
agency
  50
            that had an anti-smoking account. But I'm drawing
        2
            blank on the name.
        3
                      Where was that agency located? Where do
                 Ο.
you
            understand that agency was located?
        5
                 Α.
                       Boston.
                       MR. L'ORANGE: Arnold Communications?
        6
                        THE WITNESS: Yes.
        8
                       MR. LERNER: Thank you.
        9
                       Did you interview Ms. Allen for her
                 Q.
position
       10
            here?
       11
                 Α.
                       Yes.
       12
                       And did you review her resume before she
                 Q.
was
       13
            hired here?
       14
                 A. I think I might have seen a copy of it,
but
       15
            I'm not sure.
                      How long do you understand that she
       16
                 Q.
worked at
            Arnold Communications?
       17
                       That I don't remember.
       18
                 Α.
       19
                       Do you recall specifically what types of
       20
            experience or -- What types of experience do you
       21
            understand that she had with regard to an
```

```
anti-smoking
          account at Arnold Communications?
       2.2
       23
                 A. I'm not quite sure in terms of the
       24
             anti-smoking act, but she was, from what I
understand,
            an assistant account executive at the agency or
maybe an
            account coordinator.
                       In preparing for your deposition, apart
                 Q.
from
       28
            counsel and people within Carol H. Williams, did
you
  51
            speak to anyone concerning the deposition?
                 Α.
                       No.
        3
                       Does anyone other than Joy Allen report
                 Q.
to
       4
            you?
        5
                 Α.
                       No.
                       Does Joy Allen have any responsibility
                 Q.
for
            the California Department of Health Services
account
            other than what she did in helping you collect
            documents?
                       She's helping me coordinate efforts
       10
                 Α.
between
      11
            getting materials from the agency to the client on
the
       12
            two new concepts that we're developing currently.
       13
                      What's your understanding as to when
       14
            Lee Wills worked on the California Department of
Health
       15
            Services account?
                      The only thing I know is that she worked
       16
                 Α.
on
            the account prior to Shirley Priestley working on
      17
it.
       18
            but her length of time on the account I don't know.
                      Have you heard anything as to how long
she
       20
            may have -- that would give you some impression as
to
       21
            how long she worked on the account?
       22
                 A. No.
       2.3
                       Have you heard the name of anyone you
                 Q.
             understand working on the account before Lee Wills?
       25
                       As I mentioned earlier, Danielle Hawkins
       26
            worked on the account as well. But I don't know
the
       27
            length of time that she worked on it either.
       28
                 Ο.
                      To your knowledge, has Carol H. Williams
  52
            worked on the account?
        1
                       MR. ZEMBSCH: Objection. Vague,
ambiguous.
                       THE WITNESS: "Worked on" in terms of --
Ι
        4
            mean, can you be a little more specific?
                       MR. LERNER: Q. To your knowledge, has
            Carol H. Williams had any responsibility for
```

dealing with the California Department of Health Services with 8 respect to the tobacco control ad campaigns? Direct contact or -- Well, she approves all creative that the agency develops. 10 11 Carol H. Williams has approved creative Q. 12 you've worked on? 13 Α. Do you know any other work that Carol H. 14 Williams has done with regard to the California Department of Health Services account? 17 Α. No. 18 Q. To your knowledge, who has worked on media 19 plans for the California Department of Health Services account in the past? 2.1 Α. I believe Gail Gunnick. Our current media director is Anthony Welch. And in between the time 2.2 between Gail leaving and Anthony coming on board, I'm 24 not sure who was responsible for the account. When did Gail Gunnick leave the agency? Q. 26 Α. Sometime in 1999. 2.7 When did Anthony Welch become media Q. director? Α. Anthony has been here about -- I think he's 53 been here about six months. And I'm sorry. I think Gail might have left in 1998, but I'm not quite 2 sure 3 exactly when. 4 There was also a woman by the name of 5 Jennifer Usher, who was a media supervisor, who was here, but I'm not sure if she worked on CDHS. 7 Have you worked with Mr. Welch on the 8 California Department of Health Services account? 9 A. Yes. 10 Ο. What are Mr. Welch's responsibilities with regard to the account? 11 12 A. As director, he is responsible for devising 13 all media plans that are developed for all of our clients; with respect to CDHS, from the time that I've 15 worked on the account, basically revising the existing media plan. 17 Is there a person within the Carol H. Q. 18 Williams Agency who has responsibility for media buys 19 for the California Department of Health Services 20 account? 21 Α. That would be Anthony Welch. 22 To your knowledge, has Carol H. Williams Agency used an outside contractor to place media

```
24
            advertisements?
                      MR. ZEMBSCH: In this CDHS --
      25
                       MR. LERNER: Yeah, thanks.
      26
      27
                       THE WITNESS: I don't know.
                       MR. LERNER: Q. Is the agency using
      2.8
such a
 54
           service now?
       1
       2
                 A. For this client?
                      For this client.
       3
                     I believe that the agency is doing the
                 Α.
           buying, I believe.
       5
                      To your knowledge, has the agency done
                 Q.
all
            the buying in the past for the California
Department of
       8 Health Services account?
       9
                 A. That I don't know.
      10
                 Ο.
                       You don't know of any instances where
the
      11
           agency has not done the buying for ad creative
developed
      12
           by Carol H. Williams Agency?
      13
                 A.
                      For CDHS?
      14
                 Q.
                      Yes.
                     No, I don't know.
      15
                 Α.
      16
                       To whom do you presently report?
                 Q.
                       As of Friday, it was a woman by the name
      17
                 Α.
of
      18
           Lynn Holman, H-O-L-M-A-N. But Friday was her last
day.
      19
                 Q.
                       What was Lynn Holman's position?
                      She was an account director.
      20
                 Α.
                      And has someone replaced Lynn Holman?
      2.1
                 Q.
      22
                      As of yet, no.
                 Α.
      23
                 Q.
                       Is there someone who is scheduled to
replace
          her?
      2.4
      25
                 Α.
                       I don't know.
      26
                       So at this time the position is vacant?
                 Ο.
      27
                 Α.
                       Yes.
      28
                       So who did Ms. Holman report to?
                 Q.
 55
       1
                 A.
                     I believe she reported to Carol
Williams.
       2
                       MR. ZEMBSCH: I would just object.
       3
            Foundation.
                       MR. LERNER: Q. Have you ever seen an
       4
org.
       5
            chart, an organizational chart, for the Carol H.
            Williams Agency?
       6
       7
                 Α.
                      Not recently, no.
                      What were Ms. Holman's responsibilities
with
       9
            regard to the California Department of Health
Services
            account while you reported to her?
      11
                 A. Can I ask you a question?
      12
                       (Sotto voce discussion between the
witness
      13 and counsel)
```

```
I'm sorry. Lynn didn't have any
      15 responsibilities in terms of working with this
client.
           She didn't have any day-to-day contact with the
client,
      17
           at least while I've been on the account.
                     Prior to today, did someone supervise
      18
                 Ο.
your
      19
            work on the California Department of Health
Services
      2.0
           account?
                       MR. ZEMBSCH: Objection to the term
vague --
      22
           I'm sorry. Vague as to the term "supervise," but
if you
      23
           know what he's asking.
                       THE WITNESS: No.
      2.4
      2.5
                       MR. LERNER: Q. Did you make any
reports to
      26
           anyone concerning your work on the California
Department
          of Health Services account over the last month?
      27
      28
                Α.
                     Yes.
 56
                 Q.
                       To whom did you make such reports?
                      Reports went to Carol Williams -- the
                 A.
client,
          Carol Williams, Anthony Welch, and Ray Clemons.
       3
       4
                 Q. Why did you report to Carol Williams?
       5
                 Α.
                       Because all conference reports that I
do, I
       6 automatically cc Carol Williams.
                 Q. Did you prepare a conference report
            concerning any meetings with the client?
       9
                 A. Including phone meetings or
face-to-face?
      10
                 Q. Any kind.
      11
                 A.
                      Yes.
      12
                 Q.
                     Did you have any face-to-face meetings
with
           the California Department of Health Services within
      13
the
      14
           last month?
      15
                 A. No.
      16
                      Did you have any telephone conversations
                 Q.
with
      17 anyone from there within the last month?
      18
                 Α.
                      Yes.
      19
                 Q.
                     Whom did you speak with?
                 A. I've spoken with Colleen Stevens. Q. When was that conversation?
      20
      21
      22
                      We've had numerous conversations. Are
                 Α.
you
      23
            asking when was the first date we spoke?
                      Sure. That would help. When is the
      24
                Q.
first
      25
            one?
                A. I would have to say it was during a
      26
staff
      27
          meeting that was held between Asher and the
            subcontractors and the client. And that would have
```

```
57
            been -- I think that was March 28th.
       1
                 Q. Where did that staff meeting occur?
       2.
       3
                      Via conference call.
                 Α.
                 Q.
                      Who was present from Asher & Partners on
the
       5
            conference call?
                 A. I believe Valerie Wernick, Cailin
Cannon. I
       7
            think that's it.
                      Who was on the conference call from
       8
       9
            California Department of Health Services?
                       Colleen Stevens. And I'm not quite
      10
                 Α.
sure, but
      11
            possibly Tacey Buffington.
                       MR. L'ORANGE: Tracy?
      13
                       THE WITNESS: Tacey, T-A-C-E-Y. But I'm
            not -- I can't remember. That was a while ago. I
      14
can't
      15
            remember if she was actually on the call or not.
                       MR. LERNER: Q. Who was present other
      16
than
            yourself from Carol H. Williams?
      17
      18
                 A. On that call, it was Shirley Priestley.
      19
                 Q.
                       Were other minority subcontractors
      20
            represented on that call?
      21
                 Α.
                       Yes.
                      Which ones?
      2.2
                 Q.
                      Ad Americas.
      23
                 Α.
       24
                 Ο.
                       Who from Ad Americas was on the call?
      25
                 Α.
                       I don't remember.
                      Was the name Hernandez?
      2.6
                Q.
      27
                Α.
                      Yes.
                       Was he on the call?
      28
                 Q.
 58
                 Α.
                       I don't remember.
                       Why am I blanking on the Asian agency?
       3
                       Were they Amada Wong?
                 Ο.
       4
                 Α.
                       Yes. Amada Wong was on the call, Ad
Americas
       5
            and Carol Williams.
                      Do you know who from Amada Wong was on
       6
                 Q.
the
       7
            call?
       8
                       No, but -- No.
                Α.
       9
                       MR. ZEMBSCH: Just to clarify, when you
say
      10 Carol Williams, you mean the agency?
                       THE WITNESS: The agency, not Carol
      11
Williams
      12
            herself. Thank you.
      13
                       MR. LERNER: Q. The two individuals
from the
            agency that is Carol H. Williams were yourself and
            Shirley Priestley?
      15
      16
                 Α.
                       Correct.
                       What was the topic of conversation --
      17
                 Ο.
topic
      18
            or topics of conversation on that conference call?
      19
                 A. To discuss the status of all projects
from
      20
           each agency.
```

```
21
                       Was there any other general topics of
                 Ο.
       22 discussion during that conference call?
      2.3
                 A. To my knowledge, there was an issue --
      24
                       (Sotto voce discussion between the
witness
          and counsel)
      2.5
                       From my understanding before the
      2.6
business was
           transitioned over to me, there was a budget cut,
and at
      28
           that time the client was not sure as to what the
new
  59
            budget would be.
                 Ο.
                      Did the client indicate when the budget
would
       3 be determined?
                A. She had mentioned that they were waiting
       4
       5
           for -- I think it was two additional signators, and
she
       6
            had hoped within the next -- Whenever that call
was, and
            I think it was March 28th, I think within the next
week
            or two she was hoping to have a finalized budget.
                       So other than the status of all projects
                 Q.
at
            each agency and the budget issue, were there any
      10
other
           general topics of discussion in that conference
      11
call?
      12
                 Α.
                      No.
                      What was discussed at that time
                 Q.
regarding the
      14 status of projects at Carol H. Williams?
      15
                A. All of our projects that had been
presented
           to the client were awaiting approval by the
      16
governor's
            office.
      17
                      Was the same true with regard to
      18
                 Q.
projects of
      19
            the other minority subcontractors?
      2.0
                 Α.
                       I don't remember.
      21
                       Was there any discussion at that meeting
                 Q.
      22
            concerning the status of any future contracts with
the
      23
           California Department of Health Services for a
statewide
            meeting campaign?
       25
                 A. Not that I remember, no.
      26
                 Q.
                      Do you have an understanding of any of
the
      27
            contractual arrangements between the California
            Department of Health Services and Asher & Partners
       28
that
 60
       1
           involve Carol H. Williams Agency?
       2
                      MR. ZEMBSCH: I'm going to just object.
 Ιt
       3 calls for a legal conclusion. Foundation.
```

```
MR. LERNER: I'm asking for her
        5
            understanding, Counsel.
        6
                       MR. ZEMBSCH: Right.
        7
                       THE WITNESS: Can you restate the
question?
       8
                       MR. LERNER: Q. Yeah. Do you have an
            understanding as to whether there's a current media
       9
       10
            contract between the State of California and any
agency
            to provide -- under which Carol H. Williams
       11
provides any
      12
            work?
       13
                      I have a basic understanding.
                 Α.
                      What's your understanding?
       14
                 Q.
       15
                 Α.
                       That because it's a state account, that
            agencies only keep the business for a certain
number of
           years, and then there is an RFP process that occurs
      17
            where you have to basically bid for the business
again.
                      Do you have any understanding as to
                 Q.
whether
            there is an RFP outstanding for the California
       21
            Department of Health Services?
       22
                 Α.
                      I understand that there's one that's
going to
            be issued sometime in May, I believe.
                      How did you come to that understanding?
                 Q.
                      We received a flier in the mail.
       25
                 Α.
       26
                 Q.
                       Have you done any work in connection
with
           that RFP?
       27
       28
                 Α.
                       No.
  61
                 Q.
                       Are you planning to do any work in
       1
connection
        2.
            with that RFP?
        3
                 Α.
                       That I don't know.
        4
                 Ο.
                       Have you spoken with anyone about that
RFP?
        5
                       No, other than -- We received the flier.
                 Α.
 I
        6
            think it was Thursday or Friday of last week.
Т
            asked Joy Allen to make copies and distribute it so
            people would be aware that it's coming, but I
haven't
       9
            spoken to anyone regarding the actual RFP.
       10
                      When did you first become aware that
                 Q.
there
      11
            would be an RFP issued by the California Department
of
       12
            Health Services?
       13
                      I guess from that flier.
       14
                       (Sotto voce discussion between the
witness
      15
            and counsel)
                       I knew that there is an RFP coming up.
       16
I had
      17
            an impression that one was coming up, but I didn't
have
      18
            a conversation with anyone. I just knew it was
```

```
coming
       19
             up.
       2.0
                  Q.
                        Are you aware that there was an RFP that
was
             issued by the California Department of Health
Services
             last year for a statewide media campaign?
       23
                        No.
                  Α.
       24
                        Are you aware that a proposal by Asher &
                  Ο.
       25
             Partners in response to an RFP was rejected?
       2.6
                  Α.
                        No.
                        Are you aware whether there is a
                  Q.
contract
             with the California Department of Health Services
       28
that's
  62
             presently outstanding under which Carol H. Williams
        1
is
             doing work?
        3
                  Α.
                        Could you restate the question?
                        I'll try and make it simpler.
        5
                        Are you aware of any contractual
arrangements
        6
             under which the work presently being done -- for
which
             the work is presently being done for the California
             Department of Health Services?
        8
        9
                  Α.
                        Yes.
       10
                  Ο.
                        What is your understanding of the
pending --
             of the existing contractual arrangement?
       11
       12
                  Α.
                        I have a basic understanding, like I
stated
       13
             before, that because it's a state account, that
once --
       14
             that the main advertising agency works in
conjunction
       15
             with the subcontractors until a certain point, and
at
             that point the agencies have to go through the RFP
             process again. So until whenever the contract
       17
ends,
       18
             which I'm not sure when it ends, that we have a
contract
       19
             with California Department of Health Services.
       2.0
                        Are you aware of an account at Carol H.
       21
             Williams Agency called the Los Angeles County
Department
       22
             of Health Services?
       23
                        I'm aware of it, yes.
                  Α.
       2.4
                        Do you know who presently is the account
       25
             executive for that account?
       26
                        To my understanding, we aren't doing any
work
       27
             for them. So I don't know if there is an account
             executive who would be the contact.
       28
  63
        1
                        Do you know anyone who has worked as an
        2
             account executive on that account with Carol H.
Williams
        3
             Agency?
```

```
Nancy Cech worked on that account. And
                  Α.
Т
        5
             don't know of any others. And I think Nancy had me
make
        6
             a phone call to someone there in her absence, but I
        7
             didn't have a lot of contact with them. It was
just a
             follow-up phone call.
        9
                      Are you familiar with any creative
                  Q.
that's
       10
             been produced for that account by the agency?
       11
                        MR. ZEMBSCH: Let me just interrupt here
for
             a second. Can we go off the record for a second?
       12
       13
                        (Discussion off the record)
       14
                        MR. ZEMBSCH: We're back on.
                        THE WITNESS: I'm sorry. Can you ask
       15
the
             question again?
       16
       17
                       MR. LERNER: Q. Are you aware of any
             creative that's been produced for the Los Angeles
       18
County
       19
             Department of Health Services account?
       2.0
                 Α.
                        No.
       2.1
                  Q.
                        Are you aware of any -- strike that.
       22
                        To your knowledge, was any of the
creative
            that was produced by the Carol H. Williams Agency
       2.3
for
       2.4
             Black Infant Health related to secondhand smoke?
       25
                       No.
                  Α.
                        I'd just like to have you, please, take
       2.6
                  Q.
       2.7
             look at Exhibit No. 263. This is a copy of the
amended
            Notice of Taking Deposition of the person most
       28
  64
            knowledgeable at Carol H. Williams Advertising and
        1
            forth.
                        If you take a look specifically at
        3
Exhibit B
        4
             at pages 4 and 5.
        5
                        MR. ZEMBSCH: Exhibit 263 --
        6
                        MR. LERNER: Exhibit B.
        7
                        MR. ZEMBSCH: Gotcha.
        8
                        MR. LERNER: Q. As you'll note, it is a
сору
        9
             of the same item that was attached to Exhibit 262.
       10
             Let's go off the record.
       11
                        (Discussion off the record)
       12
                        MR. LERNER: Q. Ms. Streets, we were
just
       13
             discussing off the record that it had been our
            understanding from testimony given by
representatives of
            the California Department of Health Services that
the
            prime contract with Asher & Partners to provide
       16
services
            for the statewide media campaign effectively
terminated
```

```
on March 31, 2000, and that no further work was
going
       19
            forward. It's your understanding, we take it, that
work
             is going forward at Carol H. Williams on the
       2.0
California
       2.1
             Department of Health Services contract?
       22
                     Yes. We are moving forward with the
budget
       2.3
            that we have slated for 2000, and we are still in
       2.4
            contact with Asher. But in terms of the agreement
            between Asher and California Department of Health
            Services, I was not aware that their contract ended
       2.6
in
       27
            March.
       2.8
                       And you were not aware that the
                  Ο.
California
  65
        1
            Department of Health Services had rejected a
proposal by
        2
             Asher last year in response to an RFP?
        3
                  Α.
                        No.
        4
                        Do you know what the current term or the
                  Q.
term
             of the current contract is between the California
            Department of Health Services and Asher & Partners?
                  Α.
                        No.
        8
                  Q.
                        Do you know whether the budget that
Carol H.
            Williams developed for the year -- calendar year
2000
       10
            has been approved by the California Department of
Health
       11
            Services?
                        Yes, it has.
       12
                  Α.
       13
                        When was the budget approved?
                  Ο.
                        The client signed revised estimates -- I
       14
                  Α.
       15
            believe it was either Wednesday or Thursday of last
       16
            week. Tuesday or Wednesday. It was sometime last
week.
                        So that's during the last week of April
       17
                  Q.
2000?
       18
                  Α.
                        Yes.
                        Do you recall what the total amount of
       19
                  Q.
budget
       20
             was that was approved?
                 A. For media only, it's approximately
       21
660,000.
                      Are there other components of the budget
       22
                  Q.
that
       23
            were approved?
       24
                  Α.
                        Production estimates. Some production
       25
             estimates have been signed.
       26
                  Q.
                      What's the total amount or approximate
total
       27
             amount of the production estimates that have been
signed
             off by the California Department of Health
       28
Services?
  66
        1
                  Α.
                        That I don't know.
```

```
Ο.
                       Is there other production estimates --
are
       3
            there other production estimates that are awaiting
            approval?
                 Α.
                      Yes.
       6
                      What's the amount of the other
                 Q.
production
       7
            estimates that are awaiting approval?
       8
                 A. I don't know the exact amount, but it's
less
            than a hundred thousand.
                      What's the total amount of production
                 Q.
            estimates that were submitted for approval?
      11
      12
                 A.
                      I don't have an exact number.
                      Do you have an approximate number of
      13
                 Q.
what was
            estimated?
      14
                      I would say between the outdoor being
                 Α.
            billboards, bus kings and the radio and print,
about --
            it's definitely less than 200,000, but I really
      17
can't
           give you an exact number.
      18
      19
                 Q. Do you have an -- do you recall what the
      20
            approximate total amount of the budget is to be for
      21
            calendar year 2000?
      22
                       I know it's been cut, but I don't know
what.
      23
            the original number was.
       2.4
                       (Whereupon, Defendant's Exhibit 264
       25
                        was marked for identification.)
                       MR. LERNER: I just want to state that
      2.6
we
            earlier learned that while we were off the record
      27
that
            this deposition was to commence with Exhibits
      2.8
numbering
 67
       1
            at 262. So we renumbered the two that were
originally
       2
            marked as Exhibits 1 and 2 as Exhibits 262 and 263.
                       Any objection, Counsel?
       3
                       MR. ZEMBSCH: That's fine with me.
       4
       5
                       MR. LERNER: Thank you.
       6
                      Ms. Streets, can you identify Exhibit
                 Q.
264?
       7
                      It's a California Department of Health
       8 Services media plan for calendar year 2000.
       9
                       Is this a document that you assisted in
                 Q.
       10
            preparing?
                      No.
      11
                 Α.
      12
                 Q.
                       To your knowledge, who prepared this
      13
            document?
      14
                 Α.
                      I don't know.
      15
                      To your knowledge, was this document
                 Q.
prepared
      16
           by Asher -- I mean by Carol H. Williams Agency?
                 A.
      17
                      Yes.
      18
                 Q. Now, the page number CHW 3958 --
      19
                 A. Uh-huh.
       20
                 Q. The second page from the rear,
approximately.
```

```
21
                  Α.
                        Okay.
       22
                        I see some handwriting on that page.
                  Q.
       23
                  Α.
                       Yes.
       24
                      Do you recognize any of the handwriting?
                  Q.
       25
                  Α.
                       No.
       2.6
                       Have you used this document in the
                  Q.
course of
       27
           your work at Carol H. Williams Agency?
       28
                  Α.
                        No.
  68
                        When did you first see this document?
                  Ο.
        2
                        When you handed it to me.
                  Α.
                        Are you aware of any other calendar year
        3
                  Q.
2000
        4
            media plan prepared by Carol H. Williams Agency?
        5
                  Α.
                        No.
                        Have you ever discussed with anyone at
        6
                  Ο.
Carol
            H. Williams Agency media objectives for calendar
year
             2000 for the California Department of Health
Services?
       9
                       No.
                  Α.
       10
                  Q.
                       Could you take a look at the page
       11
             Bates numbered CHW 3937, which is called California
            Department of Health Services African American
       12
Adult
             Smoking 2000 Media Plan.
       13
       14
                  Α.
                       Okay.
       15
                       Have you seen this page before?
                  Q.
       16
                  Α.
                       No.
       17
                       Have you seen a similar -- Do you call
                  Q.
this
            page a flow chart?
      18
       19
                  Α.
                       Yes.
       20
                       Have you seen a 2000 media plan flow
                  Ο.
chart
             prepared by Carol H. Williams for the California
       2.1
       2.2
            Department of Health Services?
       23
                  Α.
                       Yes.
       24
                       Did you help prepare such a flow chart?
                  Q.
       2.5
                  Α.
                       No.
       26
                  Q.
                        Did you have any input for such a flow
chart?
       2.7
                        (Sotto voce discussion between the
witness
      28
            and counsel)
  69
                        MR. ZEMBSCH: Can you restate the
question?
       2
             I'm sorry. Not restate it, just repeat it.
        3
                        MR. LERNER: Q. Did you ever discuss
such a
            flow chart with anyone?
        5
                      When you mean such a flow chart, are you
        6
             talking about this one here?
        7
                  Q.
                       Well, any flow chart containing a media
plan
        8
            for the California Department of Health Services.
        9
                  Α.
       10
                  Q.
                        When did you discuss such a flow chart?
```

```
Within the last two weeks, I would say.
                 Α.
      12
                      In the context of that conversation,
                 Q.
were you
      discussing a particular version of the 2000 media
plan
      14
           flow chart?
      15
                     Yes.
                 Α.
      16
                      What's the version you were discussing
                 Q.
at.
      17 that time?
               A. I would have to say versions 4 and 5.
      18
                     Did you produce versions 4 and 5 in
                 Q.
response
           to the subpoena that was issued in this case?
      20
      21
                 Α.
                     No.
                      So were prior versions of the media flow
                 Ο.
      23
            chart that is represented by versions 4 and 5
produced
      in response to the subpoena?
                 Α.
                     No.
                      Were any flow charts with respect to the
                 Q.
2000
      27
           media plan for the California Department of Health
      28
           Services produced pursuant to the deposition
subpoena?
 70
               Α.
                     No.
       2.
                      (Sotto voce discussion between the
witness
       3
           and counsel)
                      Maybe -- maybe I --
       4
                     Other than the one that is found in this
       5
                Q.
            media plan?
                      (Sotto voce discussion between the
witness
       8
          and counsel)
                      MR. ZEMBSCH: He's got a question out
there.
      10
          Other than this one.
      11
                      MR. LERNER: Q. Other than this one.
                      MR. ZEMBSCH: Right.
      12
      13
                       (Sotto voce discussion between the
witness
      14
          and counsel)
      15
                      MR. ZEMBSCH: Okay. Okay.
                      MR. LERNER: I heard that.
      16
      17
                     By produced, I meant was it given to our
                 Q.
      18
            side --
      19
                 Α.
                    I'm sorry.
      20
                      -- in response to the subpoena?
                 Q.
      21
                 Α.
                      Yes.
      22
                 Q. Not was it made up?
      23
                 A. Yes. There were versions of this
document
           that were turned over to you.
      24
                      Which versions were turned over to your
                 Q.
      26
           recollection?
                A. I would imagine 4 and 5.
      27
      28
                      MR. ZEMBSCH: Let me just go ahead and
add an
```

```
objection for the record. The line of questioning
using
        2
             the term "produced" called for a legal conclusion.
        3
             Obviously, the witness can continue.
                        MR. LERNER: I think we got the problem
        5
             solved.
        6
                        (Discussion off the record)
        7
                        MR. LERNER: Let's mark these in that
order.
        R
                        (Whereupon, Defendant's Exhibit 265
        9
                         was marked for identification.)
       10
                        (Whereupon, Defendant's Exhibit 266
                         was marked for identification.)
       11
       12
                        (Whereupon, Defendant's Exhibit 267
       13
                         was marked for identification.)
       14
                        MR. LERNER: Q. We've marked as Exhibit
265
       15
             a document called California Department of Health
             Services, African American - Adult Smoking, 2000
Media
             Plan Revision 1. Is that revision one the flow
       17
chart
       18
             that we were just discussing?
       19
                  Α.
                        Yes.
       2.0
                  Q.
                        Did you participate in creating this
revision
       21
             one?
       2.2
                  Α.
                        No.
       23
                  Ο.
                        Do you know who had involvement in that?
       2.4
                  Α.
                        I would imagine Anthony Welch. But
other
       2.5
             than Anthony, no, I don't.
                  Q.
                        The preparation of such a flow chart
would
             have fallen within Mr. Welch's responsibilities as
       2.7
you
       28
             understood it?
  72
        1
                  Α.
                        Yes.
        2
                        I'm going to hand you a document marked
        3
             Exhibit -- Deposition Exhibit 266, which appears to
be
             an e-mail dated Sunday, March 12, 2000; another
e-mail
             dated Friday, March 10, 2000 and some attachments.
        5
 I
        6
             ask you if you can identify those documents for us,
        7
             please.
        8
                        This is a monthly budget recap that goes
                  Α.
to
        9
             CDHS and Asher.
       10
                  Q.
                        The e-mail on the top page is a copy of
an
       11
             e-mail that was sent to you by Ms. Priestley?
       12
                        Yes.
                  Α.
       13
                        And the e-mail she sent to you was -- as
                  Q.
Ι
       14
             understand it, she sent to you "CDHS worksheet.
Will
       15
             need 3/15 billing to accurately calculate.
Shirley."
       16
             That was her message to you; is that right?
```

```
17
                 Α.
                      Yes.
      18
                      And she attached to you an e-mail from
                 Q.
      19 Valerie Wernick at Asher & Partners; is that
correct?
      20
                Α.
                     Yes.
      21
                Q.
                     And she was one of the recipients of
that
      22
            e-mail?
                A. Yes.
      23
      24
                     And you recognize Leonard Hernandez as
                 Q.
an
          account executive at Ad Americas?
      26
                Α.
                     Yes.
      27
                     Is Akauwe an account executive with
                 Q.
Amada
      28
           Wong?
  73
                      I don't know who that person is.
       2
                 Ο.
                     Now, did you do anything with regard to
the
          worksheet in response to this e-mail?
       3
                    No, I didn't.
                 Α.
       5
                      Did you give it to anyone?
                 Q.
       6
                 Α.
                     No.
       7
                     Did you provide any information to
                 Q.
Shirley
           Priestley as a result of this e-mail?
       8
                A.
       9
                     No.
      10
                 Ο.
                     Do you know, was anything done to
      11
            accurately -- to provide a 3/15 billing to
calculate any
      12 figures?
      13
                Α.
                     Yes.
                     What was done?
      14
                 Q.
      15
                     From what I understand, this was before
                 Α.
the
      16 account was officially transitioned to me, but from
what
      17
           I understand is that this information was used in
order
      18
           to let --
                      (Sotto voce discussion between the
      19
witness
      20
          and counsel)
      21
                       This document was used to determine how
much
      22 of the 1999 budget was still left at the various
      23
           agencies so they could determine how much money
would be
           needed in order to fulfill the 2000 budget, from
what I
      25
           understand.
      26
             Q. Is it your understanding that this was
part
      27
           of an effort to determine rollover would be
available
      28
           for the year 2000?
  74
       1
                 Α.
                     Yes.
                     To your knowledge, was any rollover
                 Q.
amount
```

```
determined following this?
        4
                 A. For Carol H. Williams?
        5
                 Q.
                       Yes.
        6
                 Α.
                       Yes.
                      What is the amount of that rollover?
                 Ο.
        8
                      It was approximately 60,000.
                 Α.
                      Who determined the amount of the
        9
                 Ο.
rollover?
       10
                      It was based on a formula that was in a
                 Α.
       11
            document that was provided by someone at Asher.
       12
                       Do you know who at Asher?
       13
                 Α.
                       Would you please turn to the billing
       14
                 Q.
cover
       15
            sheet, which is the second page?
       16
                       Okay.
                 Α.
       17
                       Do you have an understanding of what
                 Ο.
this
            chart depicts?
      18
       19
                 Α.
                       Yes.
                       Would you explain it, please?
       2.0
                 Q.
       21
                 Α.
                       The first column has the internal CHWA
job
       22
            number as well as the description of the job. We
are
       23
            asked to break out all production where we have
moneys
            that are commissionable and noncommissionable, and
       2.4
then
       25
            there's a total amount. And this is reflecting
both
       26
            production and media.
       27
                 Q. What is meant by commissionable?
       28
                 Α.
                       The markup that the agency receives.
  75
                       In this sense, if I interpret this
                 Q.
correctly,
            the commissionable amount, which is in the second
        2
        3
            column, is multiplied by some factor, which is the
            commission that appears in the third column?
        5
                 Α.
                       Yes.
                       What is the column -- What's the factor;
        6
                 Q.
do
        7
            you happen to know?
        8
                 A. I don't know the exact number.
       9
                       Does it vary by the type of ad -- or by
                 Q.
the
      10
            media? I'm sorry.
       11
                      I'm not sure.
                 Α.
       12
                       Does the commissionable column contain
the
       13
            amount of the media billings for the month of March
       14
            2000?
       15
                 Α.
       16
                       So if I interpret this correctly, the
                 Ο.
total
       17
            media billings for advertisements under the
California
            Department of Health Services account for March
2000 was
             $66,994.24?
       19
       20
                 A. Yes.
```

```
21
                      And then the commission to the Carol H.
      22
           Williams Agency for the month of March 2000 based
on
      23
           those billings totals $11,706.90?
      24
                 Α.
                      Yes.
      25
                 Q.
                      And what does the noncommissioned column
      26
            refer to?
      27
                     From my understanding -- and this isn't
          specific to CDHS -- for various -- on production
      28
 76
            estimates that are line items where the agency
receives
            a commission, and there are also line items where
       2
we
            cannot receive a commission. And to my knowledge,
            that's what noncommissioned means. I don't know
       4
what it
       5
            means in terms of media, though.
       6
                 Q. On the line referring to Not in My House
            print there is a figure of 9,170.05. Does that
reflect
            a credit back to the California Department of
Health
       9
           Services?
      10
               A. I believe it does.
                 Q.
                     Do you know the reasons for that credit?
                     No, I don't.
      12
                 Α.
                      So would it be fair to say that the
      13
                 Ο.
number at
          the bottom right-hand corner, the total amount of
      15
          $69,531.09, represents the total billings plus
      16
            commission less credits due to Asher & Partners
under
            its account with the California Department of
Health
      18
            Services for March 2000?
      19
                       MR. ZEMBSCH: Do you understand that
      20 question?
                       THE WITNESS: No. Do you mean due to
      2.1
      22 Carol H. Williams or --
                       MR. LERNER: Q. Due to Carol H.
      23
Williams,
      24
           I'm sorry, yeah.
      25
                 A.
                       Yes.
      26
                      Will you turn to the next page, please?
                 Q.
                       A document called CHWA California
      27
Department
      28 of Health Services - Budget Recap, March 2000. Are
you
 77
            familiar -- have you seen -- do you have an
       1
       2
            understanding of what this document shows?
       3
                 Α.
       4
                 Q.
                       And could you tell -- could you explain
it
       5
            for us, please?
                     Yes. First column is the internal CHWA
       6
                 Α.
job
       7
            number. The second column is a job description.
The
       8
            third column is the estimate amount based on the
```

```
estimate that CHWA provides the client. Current
Month
       10
             is what has been billed in that month. Previously
       11
             Billed, from whenever the job was opened up until
the
             previous month, anything that was billed during
       12
that
            time goes in that column. And then Billed to Date
bluow
             be a summation of current month and previously
       14
billed.
             And then Outstanding Balance would be billed to
       15
date
             subtracted from the estimate amount.
       16
       17
                      Does this chart or table cover any
particular
       18
             time period?
                        Let me break it down a little easier.
       19
The
       2.0
             Current Month column refers to the month of March
2000;
       21
             is that correct?
       2.2
                  Α.
       23
                        And when it says Billed to Date, there's
                  Q.
             Billed to Date column, and that's billed to date
from
            when to when?
       2.5
       26
                  Α.
                      I do not know.
       27
                  Q.
                       Does this cover a period of a calendar
vear?
       2.8
                  Α.
                       This particular document, I don't know.
 But
  78
             the budget recap is developed for a calendar year.
        2
                      Perhaps we ought to clarify. The budget
                  Q.
cap
             is developed for a 12-month period to reflect
spending
            over a 12-month period?
                       In general, yes. For this particular
        5
                 Α.
client,
        6
             I'm not sure.
                  Q.
                      For this particular client, do you have
any
       8
            understanding as to when the 12-month budget period
        9
             commences?
       10
                 Α.
                       No.
                       Who was responsible at Carol H. Williams
       11
       12
             Agency for putting together this budget recap?
       13
                       It was a woman by the name of Tamara
Tripp,
       14
             and that's T-R-I-P-P, who is an assistant account
             executive. And I don't know how many of these
budget
             recaps she did, but now it falls under -- because I
       16
work
       17
             on the account now, it's the responsibility of Joy
       18
             Allen.
                      Is Tamara Tripp still employed by Carol
       19
                 Q.
Η.
       20
             Williams Agency?
```

```
21
                  Α.
                        Yes.
       22
                        Who did Tamara Tripp report to when she
                  Q.
was
       23
             involved with the California Department of Health
       24
             Services account?
       25
                  Α.
                        Shirley Priestley and Lee Wills.
                        Let me just clarify. I'm pretty sure
       26
that
       27
             she reported directly to Lee Wills, but I think she
just
       28
             worked with Shirley Priestley on CDHS.
  79
                        Does Shirley Priestley still work at the
        1
             Carol H. Williams Agency?
        2
                  Α.
                        Yes.
        4
                       And does Lee Wills still work at the
                  Q.
agency?
        5
                        No.
        6
                  Ο.
                       Do you have any information as to where
        7
             Lee Wills is presently employed?
        8
                  Α.
                        No.
        9
                  Ο.
                        Do you have any information as to where
            Ms. Holman is presently employed?
       10
       11
                  Α.
       12
                  Q.
                        Was she going -- To your knowledge, did
she
             leave Carol H. Williams Agency to take another
       13
position?
                  Α.
                        Not that I know of.
                        If you wouldn't mind taking a look at
                  Q.
the
            next page of Exhibit 266, which is another 1999
budget
            recap for December, and do you have an
       17
understanding of
       18
            this document?
       19
                  Α.
                        Yes. It's for -- I'm assuming it's for
            December 1999, and it's the same format as the
       20
previous
            March 2000 document.
                       I note that if you take a look at the
       2.2
                  Q.
job
       23
             numbers on the March 2000 budget recap --
                  Α.
                     Uh-huh.
       25
                        -- under Media, there are two job
                  Q.
numbers,
            200-528 and 200-529, that do not appear on the 1999
       27
             budget recap. Do you see that?
       28
                  Α.
                       Yes.
  80
                        Can you tell me what the 200-528 job is?
        1
                  Q.
        2
                  Α.
                        I would have to speculate. I'm not
sure.
        3
                        Do you have any understanding as to what
                  Q.
the
        4
             200-529 job is?
        5
                  Α.
                        No.
        6
                        You earlier mentioned that there was
                  Q.
        7
             discussion with the state concerning production of
new
```

```
8
            spots relating to secondhand smoke.
       9
                       Yes.
                 Α.
                       And there was the State of California
       10
                  Q.
       11
            Department of Health Services authorized work on
the
            production of the secondhand smoke spots?
      12
       13
                       Yes.
                  Α.
       14
                       Was a budget established for those
                  Ο.
secondhand
       15
             smoke spots?
       16
                 Α.
                       A production budget or a media budget?
                       Well, that is what I'm trying to find
       17
out.
       18
            Was there a production budget established for those
       19
            spots?
       2.0
                 Α.
                       No, there was not a budget established.
       21
                       Was there a media budget established for
                  Q.
       22
            those spots?
                       Not for the spots particularly.
budget
       24
            that was established was to get us through the year
             2000.
       2.5
       26
                       Was a budget proposed by Carol H.
                  Ο.
Williams to
       2.7
            the California Department of Health Services for a
       2.8
             secondhand smoke spot radio?
  81
        1
                  Α.
                        I don't know.
        2
                        MR. ZEMBSCH: I'm just going to object,
        3
            vague. You mean the agency?
                       MR. LERNER: Yeah.
        4
       5
                        When I say "Carol H. Williams," you
should
            assume I mean the agency unless I specify
       6
otherwise.
                        MR. ZEMBSCH: Fine with that?
       7
                        THE WITNESS: Okay. I don't know.
       8
       9
                        MR. LERNER: Q. And was a budget
proposed
            for -- let's say a media budget proposed for a
            secondhand smoke spot radio?
       11
                       I don't know.
       12
                  Α.
       13
                       Did you have occasion to discuss this
budget
       14
            recap for March 2000, which is page CHW5636, with
       15
            anyone?
       16
                 Α.
                       No.
       17
                       If you wouldn't mind referring to the
                  Q.
       18
            production items on page 5636, I note that -- and
the
      19
            same items on page 5635, I note that on the March
       20
                  Α.
                        I'm sorry. You said 5636 and 5635?
       21
                  Q.
                       Yeah. I'm sorry. Excuse me. Strike
all
             that. I got the wrong page numbers.
       22
       23
                     I thought so. Okay.
       24
                       I'd like you to take a look at the
                  Q.
production
            job numbers on the March 2000 budget recap, which
       25
is
       26
            page 5636.
```

```
27
                 Α.
                       Okay.
       28
                       And compare that to the production job
                 Q.
 82
            numbers on the December budget -- December 1999
budget
            recap, which is page 5637.
       2
       3
                 Α.
                       Okay.
                       And do you see that the March 2000 recap
                 Ο.
       5
            refers to job numbers 200-188, 200-190, 200-191,
            200-192, and 200-193 which are not on the December
1999
       7
            budget recap?
       8
                 A. Correct.
       9
                 Q.
                       Are you familiar with any of those jobs?
      10
                 Α.
                       To my understanding, there was some
research
           done, focus group research done, and I believe that
      11
            there was a concept called slave that was tested.
And I
            can only assume that these jobs were only opened to
      13
test
      14
            that concept.
      15
                      Did you have any discussions with anyone
                 Q.
            concerning the focus groups?
      16
      17
                       No.
                 Α.
      18
                      Do you know if anyone from Carol H.
                 Ο.
Williams
            Agency attended the focus groups?
      19
       20
                 Α.
                       Yes.
      21
                       Who from Carol H. Williams Agency
                 Q.
attended?
      22
                 Α.
                      I believe it was Lee Wills.
                 Q.
                       Was any report prepared to your
knowledge
          concerning the focus groups testing the slave
concept?
      25
                 Α.
                       I would assume there was.
                 Q.
       26
                       Have you seen one?
      27
                 Α.
                      No.
      28
                       (Sotto voce discussion between the
witness
 83
       1
            and counsel)
       2.
                       I'm sorry. Ray Clemons also attended
the
       3
            groups, I believe.
                       Does Mr. Clemons work at the Carol H.
                 Q.
       5
            Williams Agency?
       6
                 Α.
                       Yes.
                       What's his position?
                 Q.
       8
                      He is the creative director.
                 Α.
       9
                      To your knowledge, has Mr. Clemons done
any
      10
            other work on the California Department of Health
      11
            Services account?
                      Well, he oversees creative that's
      12
                 Α.
produced,
      13
            but specific work, no.
                 Q. With reference to the billing cover
      14
sheet
      15
           from March 2000, to your knowledge was the amount
```

```
of
      16
           $69,531.09 billed to the State of California?
      17
                       MR. ZEMBSCH: Counsel, you're talking
about
            5635 now?
      18
      19
                       MR. LERNER: Yes.
                       THE WITNESS: Thank you.
      20
                       MR. ZEMBSCH: Sure.
       21
      22
                       THE WITNESS: I'm sorry. Can you
restate the
      23
            question?
                       MR. LERNER: Q. Was there a bill to the
            state -- to the California Department of Health
Services
            by Carol H. Williams Advertising for March 2000?
      2.7
                 A. I believe so.
      2.8
                 Ο.
                      And do you review those billings as
account
 84
            executive?
       2.
                 Α.
                       Yes.
                       So was the amount billed for March 2000
                 Ο.
the
       4
            amount shown on the billing cover sheet, which is
page
            5635, in the total amount of $69,531.09?
       5
                      I believe so.
       6
                 Α.
       7
                      Take a look, please, at the billing
                 Q.
cover
       8
            sheet for February 2000, which is page CHW 5638,
which
       9
            is part of Exhibit 266. Do you see that?
      10
                 Α.
                       Yes.
      11
                 Q.
                      Do you see that there's a Total February
in
      12
            the bottom right-hand corner of $30,257.25?
      13
                 Α.
                       Yes.
      14
                       Is that the amount that was billed by
                 Ο.
      15
            Carol H. Williams Advertising to the California
            Department of Health Services for February 2000?
                       I don't know. I can assume -- Well, I
      17
                 Α.
don't
      18
            know.
                Q.
                       In the ordinary course, would this
document.
            reflect the amount billed?
      20
                 A. Yes.
                       I see that there's a billing cover sheet
      22
                 Ο.
for
      23
            January 2000 a couple of pages further on in
Exhibit
            266, which is Bates numbered CHW 5645. At the top
      24
it
      25
            says it's a billing cover sheet January 2000. Do
you
      26
            see that?
       27
                 Α.
                       Yes.
      28
                      And there's a total billing in the
                 Ο.
bottom
 85
           right-hand corner of $30,213.65.
```

```
Α.
                       Yes.
                       To your knowledge, would that in the
                 Q.
ordinary
       4
            course be the amount that would have been billed
for
       5
            January 2000?
       6
                 Α.
                      Yes.
                       MR. ZEMBSCH: Is this a good time for
       7
five
       8
            minutes?
                       MR. LERNER: Yeah. Take a break.
       9
      10
                       (Recess taken from 3:02 to 3:11 p.m.)
      11
                       MR. LERNER: Q. Ms. Streets, do you
know of
      12
            a document that states the rotations for the
California
      13
            Department of Health Services advertising for
calendar
           year 1999?
      15
                 Α.
                      Rotation in terms of media?
                      Placement.
      16
                 Q.
                       Placement? Not that I recall.
      17
                 Α.
                       Do you know of a document that shows the
      18
                 Q.
      19 rotations for California Department of Health
Services
            advertising placement by Carol H. Williams in
calendar
            year 2000?
      2.1
                      Other than the flow chart -- If I
      2.2
                 Α.
understand
            your question, it would be the flow chart. The
      2.3
flow
      chart.
                       Would you please take a look at Exhibit
      25
                 Ο.
267.
      26
                 Α.
                      We don't have that one.
      27
                       After you've had a chance just to look
                 Ο.
it
      28
          over and see what's there, would you let me know?
 86
       1
                 Α.
                       Uh-huh.
       2.
                       I notice that the last page of this
                 Q.
exhibit
            is a 2000 Media Plan flow chart, Revision 3. Do
you see
       4
            that?
       5
                       Yes.
                 Α.
                       This is the last version of the 2000
                 Q.
Media
            Plan flow chart that we found in the documents that
were
       8
            turned over to us.
       9
                 A. Uh-huh.
      10
                 Q.
                       So I'm going to have to ask you about
the
            rotation from this document.
      11
      12
                 Α.
                      Okay.
                       Can you determine from this document
      13
                 Ο.
what the
          rotation is in calendar year 2000 for ads for the
      14
            California Department of Health Services pertaining
to
```

```
secondhand smoke?
      17
             A. Okay. The latest revision, the only
thing
      18
           that's different from this revision is that we were
able
           to move one or two of the newspaper insertions
      19
back.
                      What do you mean back?
                 Ο.
      21
                 Α.
                     Right. If you look at Revision 3, there
      22
            were -- there was some print that was to run in
February
           and March. Do you see where it says "Newspaper (3
            column by 10 and a half)" and there is a block in
      25
            February 21st and then March 13th?
      26
                 Q.
                      Yes.
      27
                 Α.
                      From what I recall, we were able to move
      28
            either one or both of these insertions back to
later on
 87
           in the year. I don't know exactly when.
       2
                      And I think radio, we were also able to
       3
           No. Actually, I think that was the only change
that I
       4
           recall.
                     So to your knowledge, there has been a
                Ο.
            Revision 4 of the media plan?
       6
       7
                Α.
                      Yes.
       8
                 Ο.
                     And that Revision 4 is the last revision
SO
       9
           far?
      10
               Α.
                     Actually, I think the last revision is
No. 5.
                     How does No. 4 differ from No. 3 that we
      11
                 Q.
have
      12
           in front of us?
      13
                A. It's the same. The newspaper has been
pushed
      14
          back. And then I'm not familiar with what the
      15 Grassroots effort is.
      16
                      Is there any difference in radio?
                 Q.
                      MR. ZEMBSCH: This is between 3 and 5,
      17
you
          said?
      18
      19
                      MR. LERNER: Q. Yes, between 3 and 5.
      20
                     I believe -- I can't be sure, but I
                Α.
believe
      21
          we were able to move radio back as well.
      22
                     Do you have a copy of the Revision 5
                 Q.
here?
      23
                 Α.
                      Yes.
      24
                      Would you mind producing it so that we
                 Q.
can
      25
          discuss it?
      26
                Α.
                      Sure.
      27
                     Thanks.
                 Q.
      28
                 Α.
                      Should I --
  88
       1
                     MR. ZEMBSCH: We can go off the record
for a
       2 second.
```

```
MR. LERNER: Do you have an objection?
        4
                        MR. ZEMBSCH: No, I don't. If we could
go
       5
             off the record.
                        (Discussion off the record)
                        (Whereupon, Defendant's Exhibit 268
        7
        8
                        was marked for identification.)
       9
                        MR. LERNER: Q. You've kindly brought
in and
       10
            we've had marked as Exhibit 268 a flow chart called
       11
            California Department of Health Services, African
            American - Adult Smoking, 2000 Media Plan, Revision
       12
5.
            And I take it that this is the latest revision of
      13
the
      14
            flow chart that we have just been discussing; is
that
      15
           correct?
                 Α.
                       Yes.
      17
                 Q.
                       It's a little hard to make out some of
these
            numbers, but would you please explain the radio
section
            of this flow chart?
       19
       2.0
                       The radio -- because we were not able to
       21
            cancel a lot of the media, particularly radio,
based on
            the budget that we were given of approximately
       2.2
660,000,
            there were only certain things that we could cut.
So in
      24
            Revision 5, you'll see that there is no radio in
the
       2.5
            months of November -- October and November.
                 Q. So the radio that had been planned for
       2.6
       27
            November and December was canceled?
       28
                      Yes. And then --
                 Α.
  89
       1
                        Before you go on to any other category,
what
        2
            was the number -- was the number of radio or --
well,
        3
            what's one of the numbers that's reflected here for
        4
            in each of these columns referencing? Is that a
number
       5
            of radio points being purchased?
       6
                     Yes, it's GRPs.
                 Α.
        7
                      And GRP means what?
                 Q.
       8
                       Gross ratings point.
                 Α.
                       So was the number of gross rating points
       9
       10
            revised during the periods of time that are covered
by
       11
            Revision 5?
       12
                       They were slightly altered.
                 Α.
       13
                       In what way?
                 Q.
       14
                       In some cases they stayed the same, and
in
      15
            some cases depending on the market they were
slightly
             lowered.
       17
                      Due to the copy quality of this
                 Q.
```

```
particular
             page, I can't make out the number of rating points
       18
here,
       19
             but with regard to the period of time in March,
there's
             three weeks that appear to be blacked out.
       2.0
       21
                  Α.
                        Yes.
       22
                        Now, were those weeks canceled, or does
                  Ο.
that
       2.3
             mean those weeks had been run?
       2.4
                 A. Those actually ran, and they came out --
             There's a footnote on Revision 5 that says,
"January
             through April spending of $114,714," which is the
       26
shaded
       27
             areas on radio, bus kings and newspaper, "was
funded
             from the remaining 1999 budget."
       2.8
  90
                        I see. That spending was not part of
                  Ο.
the
             $660,000 for the otherwise -- for the year 2000
radio
        3
             budget?
        4
                        Correct.
                  Α.
        5
                  Ο.
                        So the spending of the year 2000 radio
budget
        6
             then began in May?
        7
                  Α.
                        Yes.
        8
                        Under Revision 5?
                  Q.
        9
                        Yes.
                  Α.
       10
                        Now, it appears that, if I see this
                  Q.
            correctly, the number of total -- gross rating
       11
points
             purchased in May and June in the Los Angeles,
       12
       13
             San Francisco and Sacramento markets increased in
       14
             Revision 5 to 115 per week from 105 that was
previously
       15
            planned?
       16
                  Α.
                        Yes.
       17
                        Then it appears that during July the
                  Q.
number
       18
             of gross rating points in those three markets under
       19
             Revision 5 is planned to be 115 per week, whereas
       2.0
             previously it was 120 during the first two weeks of
July
       21
             and 110 the third week of July; is that right?
       22
                  Α.
                       Correct.
       23
                  Q.
                        So there have been just slight
modifications
            in the total number of points each week?
       25
                  Α.
                        Yes.
       26
                  Q.
                        What was the reason for those changes?
       27
                  Α.
                       I cannot answer that.
       28
                        You don't know?
                  Q.
  91
        1
                  Α.
                        No.
        2
                        There's a comment under the March --
                  Q.
        3
            beginning under the March time for radio that says,
        4
             "Bonus weight expected - 20 percent of paid spots."
             What does that mean?
```

With some vendors, depending on the Α. amount of 7 media purchased, they will give you an additional month or so of bonus time where the client is not paying for the aired spots. They are basically free. Q. Is the bonus time reflected elsewhere on 1.0 this 11 Revision 5? 12 A. It's not reflected. And to my understanding -- Anthony Welch would have to 13 clarify this. But from what I understand, when media is 14 15 canceled, the media company is not obligated to tell you specifically when the bonus time will occur. They will do their best to get it in, but they cannot give 17 you a specific date as in the prior -- the prior plan, I 18 19 think, in Revision 3, the bonus weight was to come at 2.0 the end of the year. 21 So is there a bonus time that has been 22 acquired for calendar year 2000 assuming this plan 2.3 remains in effect? Α. 2.4 Yes. Will run at sometime during the year? 2.5 Q. Α. Yes. To my understanding, yes. 27 Will it run during the months for which Q. time 28 is committed as shown -- for which radio time is 92 committed as shown at the top of the Revision 5? 1 2 A. I don't know if it will run during this time or if it will run during dead air space later on in 3 the year. I don't know. 5 Then -- and by "dead air space later on Q. in 6 the year," you mean the period of time after the 7 beginning of October when no buys are presently 8 contemplated; correct? 9 Α. Yes. 10 Can you explain what the Out-of-Home Q. category refers to in the left-hand column? 11 Yes. In Out-of-Home, we have 30 sheets which 13 are outdoor bulletin boards that you see. And a 30 sheet is one of the larger transit boards that you see. And then also a wallscape is basically either a 15 building 16 that is either painted or a canvas -- a vinyl canvas is 17 put up on the side of the building. Q. So 30 sheets are billboards basically? 18 19 Α. Yes. 20 Q. And wallscapes are?

```
Either painted or vinyl sides of
      2.1
                 Α.
buildings.
      22
                 Q. And bus kings?
      2.3
                 A.
                     Bus kings are the elongated
advertisements
           that you see on the side of a bus.
      25
                     And newspaper is?
                 Q.
                      That would refer to African American
      26
                 Α.
      27
           newspapers in California.
      28
                Q. And that 3 column by 10.5 means what?
 93
                       That's the size of the ad that will be
                 Α.
            placed.
       3
                 Q.
                       So that's --
                 Α.
                      So it goes over three columns, and the
length
       5
           is ten and a half inches.
                     So that's a quarter page ad?
                 Q.
       7
                 Α.
                     A little larger.
                     Were any revisions shown -- Are there
       8
                 Q.
any
           changes on Revision 5 to the media plan shown on
       9
      10
           Revision 3 with respect to Out-of-Home? Let's take
it
      11
           with regard to 30 sheets first.
      12
                     No. With 30 sheets, it's the same
because we
            were not able to cancel any 30 sheets that were
      13
      14
            purchased.
      15
                      Were there any changes with regard to
                 Q.
      16
            wallscapes?
      17
                A. No. It's the same. We were not able to
      18
            cancel any of the wallscape media.
                 Q. Were there any changes with regard to
      19
bus
      20
            kings?
      21
                Α.
                       Bus kings. We were able to move the
first --
      22
            it's not reflected on the chart because we don't --
it's
            the same as the radio. We were able to move the
      2.3
first
      24
            flight of the bus kings back, but it's up to the
outdoor
      25
            company to place those bus kings when they can.
And
            that's just for that first flight that was to occur
in
      27
            March.
      28
                     And were there any changes with regard
             Q.
to
 94
            newspaper?
       2
                      We lost one insertion in -- I think it's
                Α.
            December. Yes. If you look under December 4th,
       3
the
       4
            week of December 4th, on Revision 3 it's there; on
            Revision 5 it was canceled.
       5
       6
                Q. Did that result in any savings?
       7
                     Yes, slightly.
                 Α.
                     Taking a look at the numbers in the
                 Q.
```

```
right-hand column on Exhibit 268, for newspaper
they
       10
            appear to be -- can you read those numbers?
       11
                 A.
                      Yes.
       12
                  Q.
                      They appear to be the same as on
Revision --
       13
                 A. It appears to be the same.
       14
                       -- as on Revision 3; is that right?
                  Q.
       15
                  Α.
                       Yes.
       16
                  Q.
                       So there's been no savings at least that
is
            shown on Revision 5 for newspaper?
       17
       18
                       According to this, correct.
                  Α.
       19
                       Was the December time that you mentioned
                  Q.
was
       20
            lost replaced at some other time during the year?
                  A. I don't know.
       2.1
       22
                       I see that Revision 5 -- I'm sorry.
                  Ο.
       23
                        Exhibit 268, which pertains to Revision
5,
            was a fax with the date April 28, 2000 at the top.
       24
Do
       2.5
            you see that?
       26
                 Α.
                      Yes.
       27
                  Q.
                       Is this a fax you received from the
       2.8
            Department of Health Services Tobacco Control
section,
  95
            or is it a fax that was sent to them?
        2
                  A.
                      It was -- I'm not sure.
        3
                       You see it's page 2 of 15?
                  Q.
        4
                      Right.
                  Α.
                      Do you have a recollection of what the
                  Ο.
            remainder of the fax consists of?
        6
        7
                       This was a fax from the clients. And
the
       8
            other pages were production and media -- revised
            production and media estimates that the client had
       9
       10
            signed off on.
                       Were those production and media estimate
       11
                  Q.
       12
            Were the media estimates the clients signed off on
       13
            consistent with the numbers shown on Revision 5?
                  Α.
                       Yes.
       15
                       So would it be fair to say that the
                  Q.
client,
       16
            that is, the California Department of Health
Services.
            has authorized a total media spending of $663,276
       17
for
       18
            the 2000 Media Plan at Carol H. Williams Agency?
       19
                 Α.
                       Yes.
       20
                       MR. LERNER: Off the record.
       21
                        (Recess taken from 3:37 to 3:40 p.m.)
       22
                        (Whereupon, Defendant's Exhibit 268A
                        was marked for identification.)
       23
                        MR. LERNER: Q. Ms. Streets, you've
       24
brought
      25
            us a clean -- a better reproduction of Revision 5,
which
       26
            we've marked as Exhibit 268A; is that correct?
       27
                  Α.
                       Yes.
```

```
28
                  Ο.
                       And this shows that the budget for May 1
  96
             through December 31, 2000 is a total of $660,000;
is
        2.
             that right?
        3
                  Α.
                        Yes.
        4
                        And therefore, the total spending
                  Ο.
        5
             contemplated for media for the year 2000 is $3,276
over
        6
             the budget?
        7
                  Α.
                        Correct.
        8
                  Q.
                        And then the total media spending for
the
        9
             year 2000 would consist of the amount shown on the
flow
             chart of $663,276 budgeted for the year 2000, plus
       10
             January to April spending of $114,714 funded from
       11
the
       12
             1999 budget?
       13
                  Α.
                        Correct.
       14
                  Q.
                        So the total is approximately $775,000?
       15
                  Α.
       16
                        Do you happen to know the reason that
                  Q.
there
       17
            have been budget cuts in media spending as you
described
       18
             them?
       19
                  Α.
                        No. When the account was turned over to
me,
       20
             I was told that there was a budget cut. But
whatever
            the explanation was that was given, I wasn't on the
       2.2
             account at the time.
                        And who was on the account at the time?
       2.3
                  Q.
                        (Sotto voce discussion between the
       2.4
witness
       25
             and counsel)
                        (Whereupon, Defendant's Exhibit 269
       26
                         was marked for identification.)
       27
       28
                        THE WITNESS: Let me rephrase that.
  97
        1
                        In the status meeting that I had
mentioned, I
        2.
            think, that was on the 28th of March, the client
had
        3
             mentioned that -- and everybody with the exception
of
             myself knew what was going on in terms of the
budget.
        5
             And from what was stated is that although there was
а
        6
             budget for 2000, it was never officially approved.
 Ι
        7
             don't know who was to approve it, but that's why
the
        8
             budgets were changed.
        9
                        MR. LERNER: Q. Take a look at Exhibit
269,
       10
             which appears to be an e-mail from Alison Melody of
             Asher & Partners to lwills and ncech at Carol H.
       11
       12
             Williams advertising, Subject: CDHS Budget. Have
```

```
vou
            seen this e-mail before?
       13
       14
                  Α.
                        No.
       15
                        The first sentence in this e-mail
                  Ο.
states,
             "The overall budget, including production and
       16
media,
             for each of the three years 2000 to 2002 is
$800,000,"
       18
             and there's a handwritten line that's circled
around or
             through the 800,000. Do you see that?
       19
       2.0
                  Α.
                        Yes.
                        Is that consistent with your
       2.1
                  Q.
understanding as
       22
             to what the California Department of Health
Services
             budget for advertise -- production and media of
       2.3
Carol H.
       2.4
             Williams will be for the years 2000 to 2002?
                        Well, I'd have to reiterate the fact
       25
that
       26
             when I came on the -- when the account was given to
me,
       2.7
             I knew there was a budget cut, but I wasn't aware
of
       28
             what the original budget was. So I can't tell you
if
  98
             this 800,000 was what was the original budget or
        1
not.
        2
                  Q.
                       Do you have any understanding as to what
the
             budget for Carol H. Williams Agency was under the
        3
             California Department of Health Services account in
        5
             calendar year 1999?
        6
                  Α.
                        No.
        7
                        And do you have any understanding as to
                  Ο.
what
             the budget was in any years prior to that?
        9
                  Α.
                        No.
       10
                        Let me turn back to Exhibit 267.
                  Q.
       11
                  Α.
                        I'm sorry. Which document?
       12
                  Q.
                        267, please.
       13
                        Have you seen the e-mail which is the
top
             page of Exhibit 267 before?
       14
       15
                  Α.
       16
                  Q.
                        How did you happen to come to see this
       17
             e-mail?
       18
                        Someone at Asher -- When it was
                  Α.
determined
       19
             that our budgets would have to be revised, someone
at
             Asher had asked us to communicate to the client
       20
what
       21
             media we would be able to cancel and what we were
             committed to. And I can't remember who I talked
       22
to, but
             we were asked to send the client an e-mail
       23
following the
       24
             format of this e-mail.
```

```
25
                        Do you recognize this handwriting on the
                  Ο.
       26
            page?
       27
                  Α.
                        Yes. It's mine.
       28
                       Does this e-mail -- Did you have
                  Q.
  99
             conversations with Colleen Stevens concerning the
        1
             subject of this e-mail?
        3
                  Α.
                        With the first e-mail?
        4
                  Q.
                        Yes.
        5
                  Α.
                      No.
                       Did you recognize the second page of
        6
                  Q.
this
        7
             document?
        8
                 Α.
                        Yes.
        9
                  Ο.
                        Can you identify it, please?
       10
                        This is a document that I put together
                  Α.
with
       11
            the assistance of Anthony Welch following the Asher
       12
             format regarding what media we were able to cancel
and
       13
             what we could not cancel.
                  Q.
                        When did you prepare this page, this
       15
             document?
       16
                 Α.
                        I believe it was March 15th.
       17
                       I see on the third page there's a date.
 Ιt
             appears to be an e-mail from you to Colleen Stevens
       18
             dated March 16, 2000; is that correct?
       19
       20
                  Α.
                       Correct.
       21
                        So you were working on the account in
                  Ο.
March?
       22
                  Α.
                        I just realized that, yes.
       23
                  Q.
                        Earlier, you said that you were assigned
to
       24
             work on it beginning in April?
       25
                  Α.
                        Yes.
       26
                        Does this refresh your recollection that
                  Ο.
you
       2.7
             were assigned to work on this California Department
of
       28
             Health Services account before April 2000?
 100
        1
                  Α.
                        Yes.
        2
                        So what date do you now believe that you
                  Q.
        3
             began working on this account?
                       I don't know the exact date, but it was
             obviously in March.
        6
                       And on March 16th, 2000, were you the
                  Q.
account
             executive for the California Department of Health
        8
             Services?
        9
                  Α.
                       Yes.
       10
                        Were you reporting to Ms. Holman during
March
             2000?
       11
       12
                  Α.
                        Yes.
       13
                  Q.
                        Did she have any role in the issues
described
            in your e-mail dated March 16, 2000 to Colleen
       14
Stevens?
       15
                  Α.
                      No.
```

You mentioned that Shirley Priestley 16 Q. worked 17 on the account for about a month before you did? 18 A. As far as I understand, yes. 19 Ο. And was she working on the account at the 20 same time you were? There was a slight overlap during the 2.1 22 transitional period. Roughly a week. 23 Q. And that week occurred during March 2000? 2.4 Α. Yes. I guess pages CHW 5556 and 5557 are 2.5 Q. identical. I just wanted to ask you about the 2.6 sentence that begins at the bottom of the page 5557 and carries over to the top of the page 5558. 2.8 101 Α. Yes. 2 It reads, "To reiterate a point that Q. Anthony Welch brought up, any outdoor we cancel we will not 3 be 4 able to get back because the California market is sold 5 out through the rest of the year. If we sell radio and try to get it back, costs will more than likely double, 7 if it's available." 8 And by the sentence referring to outdoor, 9 does that mean that once you cancel an outdoor under 10 current market conditions you can't get the time back because there's somebody waiting to take your 11 place? 12 Α. Yes. And with regard to radio, the sentence 13 Q. pertaining to radio, does that mean that the 14 current market conditions are that time that's already been purchased cannot be bought back at the same price again? 17 Α. Correct. And if time were canceled and had to be Ο. 19 bought back, the costs would be double? Is that what the current market conditions are? 20 21 Roughly. It's what's called a bump rate. 22 And those -- that bump rate can vary per market and because of the market conditions. But Anthony felt 23 that 24 it would be at least double. 25 Q. And is that because the advertising will need to be reclaimed for dates that are very close ahead 26 27 rather than purchasing far in advance? 28 Α. That I don't know. It could be a

```
102
             of both.
                        At least as of the point in time that
                  Q.
you
             wrote the e-mail, it was going to be more expensive
        3
to
        4
             cancel time and then try to recover it later?
        5
                  Α.
                        Yes.
        6
                  Q.
                        There's a reference to grassroots. What
does
        7
             grassroots mean?
                        Usually what it means is -- I have to
        8
                  Α.
say
             that whatever effort was going on for CDHS, I don't
know
       1.0
             what it was. But usually grassroots -- a
grassroots
       11
             effort means when you produce materials to
distribute to
             a consumer on a one-to-one level, like either
producing
       13
             a flier or putting up a poster in a barber shop or
       14
             something like that where you're actually in the
             community working directly with the consumer. But
as I
             said, in terms of this California Department of
       16
Health
       17
             Services grassroots effort, I don't know what that
was.
             And based on the media plan, it was canceled
       18
anyway.
                        Now, was Exhibit 268A, which is Revision
       19
                  Ο.
5 of
             the media plan, approved by the Department of
       20
Health
       21
             Services after your e-mail of March 16, 2000 to
Colleen
       2.2
             Stevens?
       23
                  Α.
                        Yes.
       24
                        And I notice on Exhibit 268A there's a
       2.5
             handwritten notation on bus king/sides for
Sacramento.
       2.6
             It says No. 25 and a line. Is that your
handwriting?
       27
                  Α.
                        No.
       28
                        Do you know whose handwriting it is?
                  Ο.
 103
                        I believe it's Anthony Welch's.
                  Α.
        2
                        Do you know what that represents?
                  Ο.
        3
                  Α.
                        I am assuming -- As I stated earlier, we
were
             able to move back the first posting of the bus
kings.
        5
             But the vendor is not obligated to tell us exactly
when
             those postings will occur. So I think that
notation is
        7
             based on a conversation that Anthony probably had
with
             the vendor in terms of when they thought they would
        8
```

```
be
        9
             able to post those bus kings. But I can't be sure.
       10
                  Q.
                        So your understanding is that there was
going
       11
             to be a period of time when bus kings were going to
be
       12
             used in Sacramento that was going to run at least
in the
             period of time for approximately 8 weeks? That's
       13
not
       14
             reflected on Exhibit 268 but is shown in
handwriting on
             268A.
       15
                        That's not totally accurate.
       16
                                                       I think
that --
       17
             Are you referring to the handwritten notation?
       18
                        Yes.
                  Q.
                        I think that's just to show that during
       19
                  Α.
some
       2.0
             point between the week of May 1st and the week of
June
       21
             26th, that the posting that we were not able to
meet in
             terms of the deadline will occur somewhere within
       2.2
that
             time frame.
       23
                        Have you ever seen written approval for
       25
             Revision 5 from the California Department of Health
       2.6
             Services?
       27
                  Α.
                        Yes.
       28
                        In the form of estimates -- media
                  Ο.
estimates
 104
             of the client time, were those media estimates the
ones
             that were included in the April 28, 2000 fax from
the
             Department of Health Services that you described
        3
        4
             earlier?
        5
                  Α.
                        Yes.
                        268A is a hard copy of Revision 5 from
        6
                  Ο.
your
        7
             file, whereas Exhibit 268 is a copy of the fax that
was
        8
             returned with the approvals from the California
        9
             Department of Health Services; is that right?
       10
                  Α.
                        Correct.
       11
                        MR. LERNER: Let's go off the record.
       12
                        (Discussion off the record)
       13
                        MR. LERNER: It's now approximately 4:00
       14
             p.m., and we have not concluded the deposition.
And
       15
             pursuant to discussions among counsel, we have
decided
             to resume the deposition at a mutually agreeable
       16
date
       17
             after we've done further review of the documents.
       18
                        Is that correct, counsel?
       19
                        MR. ZEMBSCH: That's our discussion,
       20
             certainly, yes. And that's a correct description
of our
       21
             discussion.
```

```
22
                       MR. LERNER: Okay. Thank you.
       23
                       MR. ZEMBSCH: We will not be requesting
а
       24
            copy of the transcript from the court reporter.
       25
                       (Whereupon, the deposition was
       26
                       adjourned at 4:00 p.m.)
       27
                                     --000--
       28
105
                        I declare under penalty of perjury that
       1
the
       2
            foregoing is true and correct. Subscribed at
             _____, California, this____ day
        3
of_
        4
             2000.
       5
       6
       7
       8
       9
      10
                                      HEATHER M. STREETS
      11
      12
      13
      14
      15
      16
       17
       18
      19
       20
       21
       22
       23
       24
       25
       26
       27
       28
 106
                             CERTIFICATE OF REPORTER
       1
        3
                        I, CLARE MACY, a Certified Shorthand
            Reporter, hereby certify that the witness in the
        4
       5
            foregoing deposition was by me duly sworn to tell
the
       6
            truth, the whole truth and nothing but the truth in
the
            within-entitled cause;
                       That said deposition was taken down in
       9
            shorthand by me, a disinterested person, at the
time and
            place therein stated, and that the testimony of the
      10
said
       11
            witness was thereafter reduced to typewriting, by
       12
            computer, under my direction and supervision;
      13
                       I further certify that I am not of
counsel or
      14 attorney for either or any of the parties to the
said
```

	15	deposition, nor in any way interested in the event
of		
	16	this cause, and that I am not related to any of the
	17	parties thereto.
	18	
	19	DATED:, 2000.
	20	
	21	
	22	
	23	
		CLARE MACY, CSR 5256
	24	
	25	
	26	
	27	
	28	
107		